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**BUDGET ESTIMATES**

**FOR THE**

**UNITED STATES**

**DEPARTMENT OF AGRICULTURE**

**FOR THE FISCAL YEAR ENDING**

**JUNE 30, 1971**

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**A SEPARATE FROM THE BUDGET OF  
THE UNITED STATES GOVERNMENT  
1971**





**BUDGET ESTIMATES**  
**FOR THE**  
**UNITED STATES**  
**DEPARTMENT OF AGRICULTURE**  
**FOR THE FISCAL YEAR ENDING**  
**JUNE 30, 1971**

A Separate from the Budget of the United States Government  
1971



U.S. GOVERNMENT PRINTING OFFICE  
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## ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1969 enacted	1970 estimate	1971 estimate	Increase or decrease (—)	Explanation
<b>DEPARTMENT OF AGRICULTURE</b>					
<b>AGRICULTURAL RESEARCH SERVICE</b>					
<i>Federal Funds</i>					
General and special funds:					
Salaries and expenses.....355 NOA	216,878	222,585	240,201	1,955	Provides for additional research on pollution, remote sensing, and plant pests; and for expansion of plant and animal disease and pest control programs and pesticide registration.
Permanent (special fund)..... NOA	15,000	15,000	15,000		
Reappropriation..... NOA	2,000	2,000	252,751	6,111	Excess foreign currencies support agricultural research in underdeveloped countries. (Program terminated in 1970.)
Exp. 243,939		246,640			
Salaries and expenses (special foreign currency program).....355 NOA	4,500	5,000	5,000		Excess foreign currencies support agricultural research in underdeveloped countries. (Program terminated in 1970.)
Exp. 7,053		7,810	7,577		
Construction of facilities.....355 Exp.	7				Represents receipts from sale of animal quarantine station at Clifton, N.J.
Animal quarantine station (permanent, indefinite, special fund).....355 NOA		427			
Exp. 6		100	327		(This fund finances, on a reimbursable basis, central facilities and services amounting to \$5.2 million.)
Intragovernmental funds:					
Working capital fund, Agricultural Research Center.....355 Exp.	—170				Certain services are financed by fees and contributions from business organizations, States, and others.
Total Federal funds Agricultural Research Service. NOA	238,378	258,673	260,201	1,528	
Exp. 250,835		254,550	260,655	6,105	
<i>Trust Funds</i>					
Miscellaneous trust funds (permanent).....355 NOA	1,336	1,072	1,059	—13	Certain services are financed by fees and contributions from business organizations, States, and others.
Exp. 1,161		1,370	1,145	—225	

COOPERATIVE STATE RESEARCH  
SERVICE*Federal Funds*

General and special funds:  
Payments and expenses .....355 NOA  
Exp.

Total Federal funds Coopera-  
tive State Research Serv-  
ice.

*Trust Funds*

Miscellaneous contributed funds  
(permanent) .....355 NOA  
Exp.

## EXTENSION SERVICE

*Federal Funds*

General and special funds:  
Cooperative extension work, pay-  
ments and expenses .....355 NOA  
Exp.

Intragovernmental funds:  
Advances and reimbursements .....355 Exp.

Total Federal funds Exten-  
sion Service.

Increase will expand payments to State agricultural experiment stations, schools of cooperative forestry, and other eligible institutions to strengthen research in support of improved human and community resource development programs.

Contributions are received from States and local organizations for work performed under cooperative agreements.

Increase provides primarily for expansion of assistance to low-income families, including nutrition education, and extension services for rural development activities.

58,911	62,510	72,535	9,887
59,808	<sup>d</sup> 138 62,115	73,154	11,039
58,911	62,648	72,535	9,887
59,808	62,115	73,154	11,039
3	3	3	-----
3	3	3	-----
97,279	131,484	171,651	39,917
97,273	<sup>d</sup> 250 129,949	170,717	40,768
-58	-----	-----	-----
97,279	131,734	171,651	39,917
97,215	129,949	170,717	40,768

<sup>c</sup> Proposed for separate transmittal, wage-board supplemental.  
<sup>d</sup> Proposed for separate transmittal, civilian pay act supplemental.

## ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1969 enacted	1970 estimate	1971 estimate	Increase or decrease (—)	Explanation
<b>DEPARTMENT OF AGRICULTURE—Continued</b>					
<b>FARMER COOPERATIVE SERVICE</b>					
<i>Federal Funds</i>					
General and special funds: NOA					
Salaries and expenses.....355	1,414	1,500 } o 131	1,666	35	Provides additional assistance to help expand benefits of cooperative marketing and purchasing to all income groups.
Exp.	1,395	1,615	1,634	19	
Total Federal funds Farmer NOA	1,414	1,631	1,666	35	
Cooperative Service, Exp.	1,395	1,615	1,634	19	
<i>Trust Funds</i>					
Miscellaneous contributed funds (per- NOA	21	48	87	39	Contributions are received from States and local organizations for work under cooperative agreements.
manent).....355 Exp.	17	55	84	29	
<b>SOIL CONSERVATION SERVICE</b>					
<i>Federal Funds</i>					
General and special funds: NOA					
Conservation operations.....354	118,786	118,728 } o 9,450	128,435	257	Increase provides for replacement and repair of equipment at plant material centers.
Exp.	117,340	126,793	129,972	3,179	
River basin surveys and investi- NOA	9,064	8,163 } o 652	9,043	228	Increase provides for initiation of work on new surveys.
gations.....401 Exp.	8,770	9,121	9,031	—90	



Watershed planning.....401	NOA	6,414	6,207 D 491	5,434	-1,264	Decrease is associated with reduced level of project planning.
Exp.		6,462	6,670	5,484	-1,186	
Watershed works of improvement.....401	NOA	57,873	63,864 D 2,159	74,278	8,255	Provides for 70 construction starts and increased funds for construction in continuing projects.
Exp.		59,237	74,905	78,178	2,061	
NL		1,063	1,860	648		
Flood prevention.....401	NOA	24,223	23,922 D 815	21,037	-3,700	Decrease results from nonrecurring amount for emergency measures.
Exp.		24,416	29,023	28,242	-806	
NL		226	25			
Great Plains conservation program.....354	NOA	16,160	15,000 D 342	15,355	13	Provides for about the same program level.
Exp.		15,952	16,800	16,850	50	
Resource conservation and development.....354	NOA	6,363	10,248 D 573	13,876	3,055	Increase provides for services to 68 operating projects.
Exp.		7,665	9,699	10,316	159	
NL		772	458			
Total Federal funds Soil Conservation Service.	NOA	238,883	260,614	267,458	6,844	
	Exp.	239,842	275,011	278,073	3,367	
	NL	2,061	2,343	648		
<i>Trust Funds</i>						
Miscellaneous contributed funds (permanent, indefinite):						
(Agricultural land and water resources).....354	NOA	27	57	405	348	Contributions are received from States and local organizations for work performed under cooperative agreements.
Exp.		27	50	300	250	
(Water resources and power).....401	NOA	1,491	1,743	2,277	534	
Exp.		943	1,150	2,420	1,270	
Total trust funds Soil Conservation Service.	NOA	1,518	1,800	2,682	882	
	Exp.	970	1,200	2,720	1,520	

D Proposed for separate transmittal, civilian pay act supplemental.

## ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1969 enacted	1970 estimate	1971 estimate	Increase or decrease (—)	Explanation
<b>DEPARTMENT OF AGRICULTURE—Continued</b>					
<b>ECONOMIC RESEARCH SERVICE</b>					
<i>Federal Funds</i>					
General and special funds: NOA	13,387	13,450	16,228	1,636	Increase is to develop a responsive research and data base for community development planning and action, to test remote sensing techniques in land use inventorying, to develop improved statistics relating to farm income and prices, and to determine the impact of world agricultural developments and adjustments on foreign trade.
Salaries and expenses: 355		o 1,142			
Exp.	13,023	14,472	16,425	1,953	
Total Federal funds Economic Research Service. NOA Exp.	13,387 13,023	14,592 14,472	16,228 16,425	1,636 1,953	
<i>Trust Funds</i>					
Miscellaneous contributed funds NOA	35	22	22		Includes funds received from States, local organizations, and others for economic research.
(permanent) 355 Exp.	30	89	22	—67	
<b>STATISTICAL REPORTING SERVICE</b>					
<i>Federal Funds</i>					
General and special funds: NOA	14,843	15,412	17,750	1,222	Increase will provide for improved crop and livestock estimates.
Salaries and expenses: 355		o 1,116			
Exp.	14,900	16,425	17,668	1,243	



Total Federal funds Statistical Reporting Service.	NOA Exp.	14,843 14,900	16,528 16,425	17,750 17,668	1,222 1,243	
<i>Trust Funds</i>						
Miscellaneous contributed funds (permanent).....	NOA Exp.	10 16	12 12	15 15	3 3	Contributions are received from States, local organizations, and others for crop and livestock surveys.
<b>CONSUMER AND MARKETING SERVICE</b>						
<i>Federal Funds</i>						
<i>General and special funds:</i>						
Consumer protective, marketing, and regulatory programs.....	NOA Exp.	118,016 112,343	133,556 139,258	149,247 148,490 a -4,577 b -4,547	4,828 4,685	Increase is for expansion of meat and poultry inspection programs. Proposed legislation will authorize user charges for voluntary grading, classing, and inspection activities.
Payments to States and possessions.....	NOA Exp.	1,600 1,600	1,600 1,600	1,600 1,600		Provides for matching payments to States for programs to improve marketing.
Removal of surplus agricultural commodities (permanent, indefinite, special fund).....	NOA Exp.	402,791 414,901	478,443 471,410	463,781 463,781 a -1,542	-14,662 -9,171	Decrease primarily reflects reduction in the purchase of commodities for distribution programs, offset partially by increases for expanded special feeding programs for children in school.
Perishable Agricultural Commodities Act fund (permanent, indefinite, special fund).....	NOA Exp.	930 911	980 1,057	1,050 1,140	70 83	License fees are used to finance administration of the act.
Total Federal funds Consumer and Marketing Service.	NOA Exp.	523,337 529,755	620,865 613,325	611,101 608,922	-9,764 -4,403	

<sup>a</sup> Proposed for separate transmittal under proposed legislation.

<sup>b</sup> Proposed for separate transmittal, civilian pay act supplemental.

## ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1969 enacted	1970 estimate	1971 estimate	Increase or decrease (—)	Explanation
<b>DEPARTMENT OF AGRICULTURE—Continued</b>					
<b>CONSUMER AND MARKETING SERVICE—Continued</b>					
<i>Trust Funds</i>					
Consumer and Marketing Service trust funds (permanent, indefinite).....355	31,753 32,271	35,786 35,957	38,071 37,966	2,285 2,009	Fees are charged for various inspection and grading services.
Milk market orders assessment fund.....351	—769	—99	—100	—1	(Operations are financed by assessments on regulated milk handlers.)
Total trust funds Consumer and Marketing Service.	31,753 31,503	35,786 35,858	38,071 37,866	2,285 2,008	
<b>FOOD AND NUTRITION SERVICE</b>					
<i>Federal Funds</i>					
General and special funds: Special milk program.....702	104,000	84,000	—	—84,000	Decrease reflects proposal to terminate this program as a separate activity due to expansion of other food assistance programs in 1971.
Permanent (special fund).....	101,925	81,200	17,378	—63,822	
Child nutrition programs.....702	188,452	122,500	85,395	6,987	Increase provides largely for growth in programs to extend nutrition assistance, particularly to needy children.
Permanent (special fund).....	64,325 237,007	194,266 301,700	238,358 313,687	11,987	
Food stamp program.....702	279,908	609,978	1,250,000	640,022	Increase provides for an expanded program to reach 7.5 million participants, 2 million above 1970.
Exp.	247,766	575,000	1,249,305	674,305	

Total Federal funds Food and Nutrition Service.	NOA Exp.	636,685 586,698	1,010,744 957,900	1,573,753 1,580,370	563,009 622,470
<b>FOREIGN AGRICULTURAL SERVICE</b>					
<i>Federal Funds</i>					
General and special funds:					
Salaries and expenses-----355	NOA	21,902	23,437	24,773	706
Permanent (special fund)-----	NOA	3,117	3,117	3,117	
Exp.	Exp.	23,018	24,655	27,385	2,730
Salaries and expenses (special foreign currency program)-----355	Exp.	668	750	750	
Total Federal funds Foreign Agricultural Service.	NOA Exp.	25,019 23,686	27,184 25,405	27,890 28,135	706 2,730
<b>FOREIGN ECONOMIC DEVELOPMENT SERVICE</b>					
<i>Federal Funds</i>					
Intragovernmental funds:					
Advances and reimbursements. 152	Exp.	-209			
<b>COMMODITY EXCHANGE AUTHORITY</b>					
<i>Federal Funds</i>					
General and special funds:					
Salaries and expenses-----355	NOA	1,881	2,308	2,552	74
Exp.	Exp.	1,732	2,432	2,506	74
Total Federal funds Commodity Exchange Authority.	NOA Exp.	1,881 1,732	2,478 2,432	2,552 2,506	74 74

Increase is for export market development and promotion.

(Program is financed from prior year appropriations.)

Increase is to complete installation of an electronic data processing system for supervision of futures trading.

° Proposed for separate transmittal, civilian pay act supplemental.

¹ Includes \$1,080,000 thousand recommended to carry out authorizing legislation to be proposed.

## ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1969 enacted	1970 estimate	1971 estimate	Increase or decrease (—)	Explanation
<b>DEPARTMENT OF AGRICULTURE—Continued</b>					
<b>AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE</b>					
<i>Federal Funds</i>					
General and special funds:					
Expenses, Agricultural Stabilization and Conservation Service.					
351	142,857	146,000	135,466	—16,624	Decrease mainly results from discontinuation of the agricultural conservation program.
Exp.	147,175	151,958	132,430	—19,528	
Sugar Act program.....351	89,500	93,000	83,600	—9,400	Estimate relates to decrease in payments to sugar producers.
Exp.	87,139	93,100	88,000	—5,100	
Agricultural conservation program:					
Contract authority.....354	195,500	195,500	(185,000)	—195,500	Program will be discontinued in 1971.
Liquidation of contract authority	(190,000)	(195,500)	(178,800)	(—10,500)	
Exp.	199,406	185,800	178,800	—7,000	
Cropland adjustment program..351	81,900	78,600	77,800	—800	Decrease results from reduction in previously authorized contracts.
Exp.	79,529	78,145	78,650	505	
Conservation reserve program..351	109,000	37,250	—	—37,250	All land retirement contracts have expired.
Exp.	106,733	39,545	851	—38,694	
Emergency conservation measures	5,000	5,000	5,000	—	Provides cost-sharing assistance to farmers for land damaged by natural disasters.
354	7,144	7,300	7,500	200	
Exp.					
Indemnity payments to dairy farmers.....351	300	200	—	—200	Program expires on June 30, 1970.
Exp.	137	150	91	—59	

		(Decrease in payments under previously authorized contracts.)			
		2, 952	2, 320	200	-2, 120
Cropland conversion program _ 351 Exp.					
Total Federal funds Agri-		624, 057	561, 640	301, 866	-259, 774
cultural Stabilization and Exp.		630, 216	558, 318	486, 522	-71, 796
Conservation Service.					
<b>COMMODITY CREDIT CORPORATION</b>					
<i>Federal Funds</i>					
<b>Price Support and Related Programs</b>					
Public enterprise funds:					
Commodity Credit Corporation					
fund:					
Price support and related pro-					
grams:					
Reimbursement for net real-					
ized losses-----					
Applied to contract authority		4, 188, 112	5, 215, 934	3, 363, 155	
Applied to export credit sales		-350, 467	-1, 017, 697		
		-6, 600	-39, 000	-37, 000	
351 NOA		3, 749, 507	4, 161, 237	3, 362, 155	-392, 326
LA		81, 538	-2, 000	-36, 000	
NOA		1, 633, 814		440, 756	
Exp.		4, 032, 375	3, 542, 709	3, 739, 686	162, 977
NL		81, 538	-2, 000	-36, 000	
Limitation on administrative		(31, 500)	(32, 000)	(36, 500)	(4, 500)
expenses.					
Total price support and		5, 383, 321	4, 161, 237	3, 802, 911	-392, 326
related programs.		81, 538	-2, 000	-36, 000	
Exp.		4, 032, 375	3, 542, 709	3, 739, 686	162, 977
NL		81, 538	-2, 000	-36, 000	

Appropriation request is for full restoration of net realized losses for 1968 and 1969.

D Proposed for separate transmittal. civilian pay act supplemental.



## ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1969 enacted	1970 estimate	1971 estimate	Increase or decrease (—)	Explanation
DEPARTMENT OF AGRICULTURE—Continued					
SPECIAL ACTIVITIES					
Intragovernmental funds:					
Reimbursement for net realized losses (export credit sales) . . . 351	3,824	8,000	9,000	—2,000	Reflects higher offsetting receipts from prior sales.
NOA	2,776	31,000	28,000		
LA	3,824	8,000	9,000	—2,000	
Exp.	2,776	31,000	28,000		
NL					
National Wool Act (permanent, indefinite, special fund) . . . 351	72,451	67,893	58,100	—9,793	Decrease due to lower wool and mohair price support payments in 1970. Higher payment rates in 1971 will increase outlays.
NOA	67,893	58,100	65,300	7,200	
Exp.					
(Game bird protection) . . . 351	3	—1	—	1	(Reimbursement is received from Department of the Interior for grain furnished to migrating birds.)
(Sale of long-staple cotton) . . . 351	294	482	—	—482	(The Corporation is authorized to sell cotton released from the national stockpile. Proceeds less costs incurred are deposited in the Treasury as miscellaneous receipts.)
(Conservation loans) . . . 354	—5,000	—2,800	—27,200	—24,400	(Corporate funds, up to \$50 million annually, are loaned to the Secretary of Agriculture to purchase conservation materials and services.)
(Domestic consumption research) . . . 355	—952	977	—	—977	(Payments for this program will be completed in 1970.)
(Purchase of dairy products, section 709) . . . 351	—	9,770	—	—9,770	(It is anticipated that existing CCC stocks of dairy products in 1971 will be adequate to meet domestic donation needs.)
Increase or decrease (—) in amount owed by general fund for foreign assistance programs.	146,233	49,605	—80,228	—129,833	(The budget reflects the following amounts owed to CCC by foreign assistance and special export programs (in thousands): \$115,611 in 1968, \$30,623 in 1969, \$80,228 in 1970, and none in 1971.)

Total special activities.....	NOA LA Exp. NL	76,275 2,776 212,295 2,776	75,893 31,000 124,133 31,000	67,100 28,000 -33,128 28,000	-11,793 -160,261	
Total Federal funds Com- modity Credit Corporation (excluding foreign assist- ance and special export pro- grams).	NOA LA Exp. NL	5,459,597 84,314 4,244,670 84,314	4,237,130 29,000 3,666,842 29,000	3,870,011 -8,000 3,706,558 -8,000	-404,119 2,716	
<b>FOREIGN ASSISTANCE AND SPECIAL EXPORT PROGRAMS</b>						
<i>Federal Funds</i>						
General and special funds: Public Law 480:						
Sale of agricultural commodi- ties for foreign currencies and for dollars on credit terms (title I).....	NOA Exp. 154	100,000 610,325	420,000 613,588	526,100 501,200	126,100 -112,388	Increase is due to use of unobligated balances in 1970, offset in part by lower shipments of wheat and rice and increased repayments.
Commodities disposed of and other costs incurred in con- nection with donations abroad	NOA Exp. 154	200,000 364,206	500,000 357,112	406,400 351,030	-93,600 -6,082	Decrease due primarily to nonrecurring financing of prior year costs in 1970.
Total Public Law 480.....	NOA Exp.	300,000 974,531	920,000 970,700	932,500 852,230	12,500 -118,470	
Bartered materials for supplemen- tal stockpile.....	NOA Exp. 351	1,702	1,250 155	25 67	-1,225 -88	Decrease is in commodities transferred to the stockpile from prior years' contracts.

11 Includes \$230,000 thousand recommended to carry out authorizing legislation to be proposed.

## ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1969 enacted	1970 estimate	1971 estimate	Increase or decrease (—)	Explanation
<b>DEPARTMENT OF AGRICULTURE—Continued</b>					
<b>FOREIGN ASSISTANCE AND SPECIAL EXPORT PROGRAMS—Continued</b>					
<i>Federal Funds—Continued</i>					
General and special funds—Continued Increase (—) or decrease in Exp. amount owed by general fund to Commodity Credit Corpora- tion.	—146,233	—49,605	80,228	129,833	(Expenditures shown above have been made by the Commodity Credit Corporation in advance of appropriations in some years. This adjustment line brings the total of this group to the amounts paid by the appropriation to the Corporation during each year.)
Total foreign assistance and special export programs.	NOA 300,000 Exp. 830,000	921,250 921,250	932,525 932,525	11,272 11,275	
Total Federal funds Com- modity Credit Corpora- tion.	NOA 5,759,597 LA 84,314 Exp. 5,074,670 NL 84,314	5,158,380 29,000 4,588,092 29,000	4,802,536 —8,000 4,639,083 —8,000	—392,844 13,991	
<b>FEDERAL CROP INSURANCE CORPORATION</b>					
<i>Federal Funds</i>					
General and special funds: Administrative and operating ex- penses.....351	NOA 11,508 Exp. 11,768	11,996 11,920	12,000 11,972	4 52	Estimate finances a major portion of the Corporation's admin- istrative and operating costs.



<b>Public enterprise funds:</b>									
Federal Crop Insurance Corporation fund.....	351	NOA	7,143	10,000	-----	-----	-----	-10,000	Includes payments for insurance losses offset by premium collections. 1971 losses are estimated at 90% of premiums.
Exp.			(2,140)	4,031	234	(-4)		-4,265	
Limitation on administrative and operating expenses.				(1,648) p (691)	(2,335)				Limitation finances remainder of Corporation's administrative and operating costs.
Total Federal funds Federal Crop Insurance Corporation.		NOA	11,508	21,996	12,000			-9,996	
		Exp.	18,911	15,951	11,738			-4,213	
<b>RURAL ELECTRIFICATION ADMINISTRATION</b>									
<i>Federal Funds</i>									
<b>General and special funds:</b>									
Loans (authority to spend debt receipts).....	352	LA	449,000	463,300	445,800			-17,500	Estimate anticipates that part of the capital requirements of rural electric and telephone systems will be satisfied by a private source.
Exp.			71,441	5,700	-----			-19,100	
NL			401,519	505,400	492,000				
Repayments deposited in miscellaneous receipt accounts.		LA	-172,193	-156,600	-167,300			-10,700	
		NL							
Salaries and expenses.....	352	NOA	13,429	13,429	14,579	75		75	Estimate covers administrative expense of rural electrification and telephone programs.
Exp.			13,333	p 1,075 14,444	14,519	75		75	
Total Federal funds Rural Electrification Administration.		NOA	13,429	14,504	14,579			-28,125	
		LA	276,807	306,700	278,500				
Exp.			84,774	20,144	14,519			-29,725	
NL			229,326	348,800	324,700				

p Proposed for separate transmittal, civilian pay act supplemental.

## ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1969 enacted	1970 estimate	1971 estimate	Increase or decrease (—)	Explanation
DEPARTMENT OF AGRICULTURE—Continued					
FARMERS HOME ADMINISTRATION					
Federal Funds					
General and special funds:					
Rural water and waste disposal grants.....352	NOA Exp.	28,000 27,946	46,000 34,000	24,000 30,800	-22,000 -3,200
Rural renewal.....352	NOA LA Exp. NL	300 1,300 207 1,192			
					Decrease reflects shift in emphasis to support publicly assisted housing in rural areas.
					(Program transferred to the Soil Conservation Service and merged with the Resource conservation and development program during 1970.)
Rural housing for domestic farm labor.....352	NOA Exp.	4,250 2,752	2,500 5,700	2,500 6,000	300
					The number of grants to nonprofit public or private organizations for low-rent housing and related facilities will increase by 5, to 16 in 1971.
Mutual and self-help housing.....352	NOA Exp.		2,125 1,250	1,250 2,125	-875 875
					The number of grants to public or private nonprofit associations for assistance in the provision of self-help housing increases by 11, to 26 in 1971.
Salaries and expenses.....352	NOA Exp.	60,271 60,423	66,195 5,365 71,250	85,000 85,000	13,440 13,750
					Increase is due primarily to expansion in the low- and moderate-income housing programs.

<b>Public enterprise funds:</b>									
Direct loan account.....	351	Exp. NL	2,590 44,272	-2,312 44,430	972 -2,960	-44,106	(Receipts and balances will finance an estimated loan program of \$327 million.)		
Self-help housing land development fund.....	352	LA Exp. NL	600 ----- -----	1,000 ----- 1,200	600 -35 1,035	-400 -200	Loan level increases from \$1.2 million in 1970 to \$1.6 million in 1971 to aid nonprofit organizations for the acquisition and development of land for building sites.		
Rural housing insurance fund: 352		NOA				-162	Recently enacted legislation merged the Rural housing direct loan account with this account. Receipts, balances, and the proceeds from insured loan sales will finance a direct loan program of \$19 million and an insured loan program of \$1,463 million in 1971.		
Participationsalesinsufficiencies.		NOA	893	496	334				
Permanent, indefinite.		NOA	104,465	-----	-----	-----			
Authority to spend debt receipts (permanent, indefinite).		Exp. NL	-50,765 61,035	16,808 315,880	58,655 -694,761	-968,794			
Emergency credit revolving fund		NOA				-31,918	Receipts and balances will finance an estimated loan program of \$67 million in areas of national disasters in 1971 with accompanying administrative expenses.		
351		LA		1,918					
		Exp.	4,804	30,000	6,673	42,286			
		NL	9,156	-53,028	-9,625				
Agricultural credit insurance fund		LA	235,644	-----	-----	-----			
(permanent, indefinite authority to spend debt receipts).....	351	Exp. NL	-7,812 204,413	17,440 -30,234	33,835 -142,415	-95,786	(Receipts including the sale of insured loans and balances will finance an estimated loan program of \$315 million in 1971.)		
Total Federal funds Farmers Home Administration.		NOA	93,714	124,599	113,084	-41,915			
		LA	342,009	31,000	600				
		Exp.	40,145	151,973	224,025	-1,055,618			
		NL	320,068	278,944	-848,726				
<b>Trust Funds</b>									
State rural rehabilitation funds.....	352	Exp. NL	-546 1,168	5,840 -5,605	10,142 -9,802	105	(Funds of 36 States are administered by FHA for insured loan programs within those States.)		

o Proposed for separate transmittal, civilian pay act supplemental.

## ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1969 enacted	1970 estimate	1971 estimate	Increase or decrease (—)	Explanation
<b>DEPARTMENT OF AGRICULTURE—Continued</b>					
<b>RURAL COMMUNITY DEVELOPMENT SERVICE</b>					
<i>Federal Funds</i>					
General and special funds:					
Salaries and expenses.....355 NOA	481	450	484		Provides for the conduct of the Department's outreach functions for rural development.
Exp.	426	34 478	478		
		10		—10	
Intragovernmental funds:					
Advances and reimbursements.....355 Exp.					
Total Federal funds Rural NOA	481	484	484		
Community Development Exp.	426	488	478	—10	
Service.					
<b>OFFICE OF THE INSPECTOR GENERAL</b>					
<i>Federal Funds</i>					
General and special funds:					
Salaries and expenses.....355 NOA	12,989	13,657	15,846	1,167	Increase provides additional staff for audit and investigation activities, primarily for the food and nutrition programs and the agricultural stabilization and conservation program.
Exp.	12,957	1,022 14,569	15,777	1,208	
Total Federal funds Office of the Inspector General.	12,989	14,679	15,846	1,167	
	12,957	14,569	15,777	1,208	

PACKERS AND STOCKYARDS  
ADMINISTRATION*Federal Funds*

General and special funds: 355 NOA  
Salaries and expenses .....  
Exp.

Total Federal funds Packers  
and Stockyards Adminis-  
tration.

## OFFICE OF THE GENERAL COUNSEL

*Federal Funds*

General and special funds: 355 NOA  
Salaries and expenses .....  
Exp.

Total Federal funds Office of  
the General Counsel.

## OFFICE OF INFORMATION

*Federal Funds*

General and special funds: 355 NOA  
Salaries and expenses .....  
Exp.

Total Federal funds Office of  
Information.

*Trust Funds*

Miscellaneous contributed funds NOA  
(permanent) .....355 Exp.

2,859	3,355	3,748	239	Increase is for expansion in the areas of livestock and poultry marketing practices, effective competition, check weighing livestock, and financial protection.
2,744	3,405	3,649	244	
2,859	3,509	3,748	239	Estimate provides legal services for the Department.
2,744	3,405	3,649	244	
4,850	5,230	5,657		Estimate provides for departmentwide information services.
4,788	5,618	5,618		
4,850	5,657	5,657		Funds received from States, local organizations and others are available for work under cooperative agreements.
4,788	5,618	5,618		
2,055	2,106	2,256		
2,054	2,615	2,367	-248	
2,055	2,256	2,256		
2,054	2,615	2,367	-248	
2	5	5		
2	5	5		

o Proposed for separate transmittal, civilian pay act supplemental.



## ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1969 enacted	1970 estimate	1971 estimate	Increase or decrease (—)	Explanation
<b>DEPARTMENT OF AGRICULTURE—Continued</b>					
<b>NATIONAL AGRICULTURAL LIBRARY</b>					
<i>Federal Funds</i>					
General and special funds:					
Salaries and expenses.....355 NOA	3,323	3,227	3,915	513	Increase is for additional document acquisition and for improved handling of existing collection.
Exp.	2,931	3,175	3,888	649	
Library facilities.....355 NOA		3,239			
Exp.	1,498	600	800	800	Funds provide for construction of a cafeteria in the new library to replace existing facilities at the Agricultural Research Center, Beltsville, Md.
Total Federal funds National Agricultural Library.	3,323	3,402	4,715	1,313	
	4,429	3,839	4,588	749	
<b>OFFICE OF MANAGEMENT SERVICES</b>					
<i>Federal Funds</i>					
General and special funds:					
Salaries and expenses.....355 NOA	2,958	3,025	3,518	256	Increase is primarily to replace obsolete accounting equipment, for training of personnel, and for management support.
Exp.	2,939	3,237	3,492	285	
Total Federal funds Office of Management Services.	2,958	3,262	3,518	256	
	2,939	3,207	3,492	285	

## GENERAL ADMINISTRATION

## Federal Funds

General and special funds: 355 NOA

Salaries and expenses 355

Exp. NOA

Intragovernmental funds:

Working capital fund 355 Exp.

Total Federal funds general NOA

administration. Exp.

## FOREST SERVICE

## Federal Funds

General and special funds:

Forest protection and utilization 402 NOA

Exp.

Cooperative range improvements 402 NOA

(special fund) 402 Exp.

Forest roads and trails: 402

Contract authority:

Current NOA

Permanent NOA

Liquidation of contract author- ity. Exp.

<sup>a</sup> Proposed for separate transmittal under existing legislation, other than pay supplemental.

<sup>b</sup> Proposed for separate transmittal, civilian pay act supplemental.

<sup>c</sup> Recommended to carry out authorizing legislation to be proposed.

4,838	4,838	4,838	5,901	625	Increase provides both improvement of management operations and direct funding for the Department's equal opportunity programs. (Finances central administrative services of the Department.)
4,509	<sup>b</sup> 438	<sup>b</sup> 438	5,755	498	
551	5,257	5,257			
4,838	5,276	5,901	625		
5,060	5,257	5,755	498		
268,659	257,381	278,566	-10,081		Supplemental in 1970 is for fighting forest fires. Nonrecurring costs of fighting forest fires is partially offset by increases in 1971 for forest land management, and forestry research.
263,670	<sup>a</sup> 21,000	<sup>b</sup> 10,266	-2,551		
	264,582	<sup>a</sup> 21,000			
700	700	700			These funds are advanced to and merged with the previous appropriation.
700	700	700			
170,000	170,000	<sup>c</sup> 100,000	-70,000		Estimate, together with balances, will finance construction or reconstruction of 1,529 miles of multipurpose roads, an increase of 205 miles.
(91,000)	(100,570)	(115,000)	(14,430)		
95,309	102,459	122,323	19,864		

## ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1969 enacted	1970 estimate	1971 estimate	Increase or decrease (—)	Explanation
<b>DEPARTMENT OF AGRICULTURE—Continued</b>					
<b>FOREST SERVICE—Continued</b>					
<i>Federal Funds—Continued</i>					
General and special funds—Continued					
Acquisition of lands for national forests, special acts (special fund)-----402	80 17	80 80	80 80	----- -----	Forest receipts, otherwise payable to counties in Utah, Nevada, and California, are used to acquire lands within national forests.
Assistance to States for tree planting-----402 Exp.	1,000 896	1,000 1,000	1,000 1,000	----- -----	Aid is given mainly through grants for reforestation work.
Other general funds-----402 Exp.	13	404	-----	-404	(Prior balances will acquire interest in existing roads or rights-of-way on land in Utah and Minnesota.)
Forest Service permanent appropriations (indefinite, special funds)-----402	86,046 82,950	123,040 124,498	133,849 135,518	10,809 11,020	Provides for use of a portion of operating revenues from national forests and grasslands for payments to States and counties.
Intragovernmental funds: Working capital fund-----402 Exp.	730	1,014	2,000	986	(Finances administrative services to national forests, experiment stations, and other Federal agencies on a reimbursable basis.)
Advances and reimbursements-----402 Exp.	68	190	47	-143	
Total Federal funds Forest Service.	526,486 444,354	583,467 515,927	514,195 544,699	-69,272 28,772	



*Trust Funds*

Cooperative work (permanent, in-  
definite)-----402 Exp

Advances from others are used in cooperative work, such as re-  
forestation.

## SUMMARY

## Federal funds:

(As shown in detail above)-----

NOA  
LA  
Exp.  
NL

Deductions for offsetting receipts:

Proprietary receipts from the  
public-----

050

350

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

NOA

Exp.

Repayments deposited in miscel-  
laneous receipt accounts (in-  
cluded in detail above).

Total Federal funds-----

NOA  
LA  
Exp.  
NL

40,349	44,750	44,750	44,750	12,243
28,736	33,339	33,339	45,582	
8,913,160	8,910,802	8,823,170	8,823,170	-183,232
703,130	366,700	271,100	271,100	-430,498
8,147,148	8,240,602	9,000,569	9,000,569	-531,378
635,769	659,087	-531,378	-531,378	
-5,943	-1,678			1,678
-2,273	-2,301	-2,107	-2,107	194
-328,954	-360,828	-396,145	-396,145	-35,317
-7	-6	-6	-6	
-103,455	-116,137	-119,337	-119,337	-3,200
(-172,193)	(-156,600)	(-167,300)	(-167,300)	(-10,700)
8,472,529	8,429,852	8,305,575	8,305,575	-219,877
703,130	366,700	271,100	271,100	-467,143
7,706,516	7,759,652	8,482,974	8,482,974	
635,769	659,087	-531,378	-531,378	

## ANALYSIS OF BUDGET AUTHORITY AND OUTLAYS BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1969 enacted	1970 estimate	1971 estimate	Increase or decrease (—)	Explanation
DEPARTMENT OF AGRICULTURE—Continued					
SUMMARY—Continued					
Trust funds:					
(As shown in detail above)-----					
NOA	75,027	83,498	86,694	3,196	
Exp.	61,890	77,771	97,584	15,616	
NL	1,168	-5,605	-9,802		
Deductions for offsetting receipts:					
Proprietary receipts from the					
public-----					
NOA	-33,161	-36,948	-39,262	-2,314	
Exp.					
NOA	-41,866	-46,550	-47,432	-882	
Exp.					
Total trust funds-----					
Exp.	-13,135	-5,727	10,890	12,420	
NL	1,168	-5,605	-9,802		
Total Department of Agri-	8,472,529	8,429,852	8,305,575	-219,877	
culture.†	703,130	366,700	271,100		
Total budget authority----					
	9,175,659	8,796,552	8,576,675	-219,877	
Exp.	7,693,381	7,753,925	8,493,864	-454,723	
NL	636,937	653,482	-541,180		
Total outlays-----					
	8,330,318	8,407,407	7,952,684	-454,723	

† Totals for the Department are distributed as follows:

	1970				1971			
	NOA	LA	Exp.	NL	NOA	LA	Exp.	NL
Federal funds:								
Enacted/transmitted.....	8,826,363	523,300	8,159,162	815,687	8,827,747	438,400	9,003,659	-364,078
Repayments.....		-156,600		-156,600		-167,300		-167,300
Separate transmittal:								
(a) Existing legislation.....	21,000		21,000		-4,577		-6,089	
(b) Proposed legislation.....	1,120		1,068				52	
(c) Wage-board supplemental.....	62,319		59,372				2,947	
(d) Civilian pay.....	-480,950		-480,950		-517,595		-517,595	
Deductions for offsetting receipts.....								
Total Federal funds.....	8,429,852	366,700	7,759,652	659,087	8,305,575	271,100	8,482,974	-534,378
Trust funds:								
Enacted/transmitted.....	83,498		77,771	-5,605	86,694		97,584	-9,802
Deductions for offsetting receipts.....	-83,498		-83,498		-86,694		-86,694	
Total trust funds.....			-5,727	-5,605			10,890	-9,802
Total Department of Agriculture.....	8,429,852	366,700	7,753,925	653,482	8,305,575	271,100	8,493,864	-541,180

#### DEPARTMENT OF COMMERCE

#### GENERAL ADMINISTRATION

##### Federal Funds

General and special funds:									
Salaries and expenses.....506	NOA	5,168	5,316	6,500	580				
Exp.		5,503	6,604	6,400	236				
Intragovernmental funds:									
Working capital fund.....506	Exp.	283	-325		325				
Advances and reimbursements.....506	Exp.	-223	61		-61				
Total Federal funds general administration.	NOA	5,168	5,920	6,500	580				
	Exp.	5,563	5,900	6,400	500				

Provides primarily for increased departmental policy staff and auditing personnel.

(Fund finances certain administrative services performed on a centralized basis.)

o Proposed for separate transmittal, civilian pay act supplemental.

Table 1. BUDGET SUMMARY (in millions of dollars)

Description		1969 actual	1970 estimate	1971 estimate
<b>Budget authority (largely appropriations):</b>				
Available through current action by Congress:				
Previously enacted.....		133,213	133,854	148,113
Proposed in this budget.....			5,095	86,706
Available without current action by Congress.....		75,860	84,018	—16,788
Deductions for offsetting receipts <sup>1</sup> .....		—12,905	—13,916	
Total budget authority.....		196,167	209,051	218,030
<b>Receipts, expenditures, and net lending:</b>				
Expenditure account:				
Receipts.....		187,792	199,386	202,103
Expenditures (excludes net lending).....		183,080	194,985	200,088
Expenditure account surplus.....		4,712	4,401	2,014
Loan accounts:				
Loan disbursements.....		13,117	9,489	8,604
Loan repayments.....		11,640	6,589	7,921
Net lending.....		1,476	2,900	683
Total budget:				
Receipts.....		187,792	199,386	202,103
Outlays (expenditures and net lending).....		184,556	197,885	200,771
Budget surplus.....		3,236	1,501	1,331
<b>Budget financing:</b>				
Net repayment of borrowing to the public (—).....		—1,044	—2,583	—1,200
Other means of financing.....		—2,192	1,082	—131
Total budget financing.....		—3,236	—1,501	—1,331
<b>MEMORANDUM</b>				
		1968 actual		
<b>Outstanding debt, end of year:</b>				
Gross Federal debt.....	369,769	367,144	374,734	382,503
Held by the public.....	290,629	279,483	278,483	277,283
<b>Outstanding loans, end of year:</b>				
Direct loans:				
Loan account.....	39,843	29,496	32,395	33,078
Expenditure account.....	15,459	17,360	<sup>2</sup> 19,826	20,751
Guaranteed and insured loans <sup>3</sup> .....	97,618	105,097	107,566	119,949
Government-sponsored agency loans <sup>4</sup> .....	10,862	27,209	38,455	46,619

<sup>1</sup> These consist of interfund and intragovernmental transactions and proprietary receipts from the public.

<sup>2</sup> Includes \$1.6 billion reclassification of certificates of interest as agency debt (Commodity Credit Corporation, Agriculture).

<sup>3</sup> Excluding loans held by Government and Government-sponsored enterprises.

<sup>4</sup> Excluding Federal Reserve banks.

Table 2. BUDGET RECEIPTS, OUTLAYS, AND BUDGET AUTHORITY  
(in millions of dollars)

Description	1969 actual	1970 estimate	1971 estimate
<b>Receipts by source:</b>			
Individual income taxes.....	87,249	92,200	91,000
Corporation income taxes.....	36,678	37,000	35,000
Social insurance taxes and contributions:			
Employment taxes and contributions.....	34,236	38,914	42,842
Unemployment insurance.....	3,328	3,340	3,335
Contributions for other insurance and retirement.....	2,353	2,551	2,931
Excise taxes.....	15,222	15,940	17,520
Estate and gift taxes.....	3,491	3,500	3,600
Customs duties.....	2,319	2,260	2,260
Miscellaneous receipts.....	2,916	3,681	3,614
<b>Total receipts.....</b>	<b>187,792</b>	<b>199,386</b>	<b>202,103</b>
<b>Outlays by function:</b>			
National defense.....	81,240	79,432	73,583
International affairs and finance.....	3,785	4,113	3,589
Space research and technology.....	4,247	3,886	3,400
Agriculture and rural development.....	6,221	6,343	5,364
Natural resources.....	2,129	2,485	2,503
Commerce and transportation.....	7,873	9,436	8,785
Community development and housing.....	1,961	3,046	3,781
Education and manpower.....	6,825	7,538	8,129
Health.....	11,696	13,265	14,957
Income security.....	37,399	43,832	50,384
Veterans benefits and services.....	7,640	8,681	8,475
Interest.....	15,791	17,821	17,799
General government.....	2,866	3,620	4,084
Allowances for:			
Revenue sharing.....			275
Civilian and military pay increases.....		175	1,400
Contingencies.....		300	900
Undistributed intragovernmental transactions:			
Employer share, employee retirement.....	-2,018	-2,307	-2,366
Interest received by trust funds.....	-3,099	-3,781	-4,273
<b>Total outlays.....</b>	<b>184,556</b>	<b>197,885</b>	<b>200,771</b>
<b>Budget surplus.....</b>	<b>3,236</b>	<b>1,501</b>	<b>1,331</b>
<b>Budget authority by function:</b>			
National defense.....	80,058	76,106	73,153
International affairs and finance.....	2,842	3,586	4,723
Space research and technology.....	3,991	3,735	3,330
Agriculture and rural development.....	8,003	6,651	5,962
Natural resources.....	2,246	3,021	5,830
Commerce and transportation.....	10,167	11,107	13,714
Community development and housing.....	3,351	8,363	3,804
Education and manpower.....	7,325	7,061	7,830
Health.....	12,366	13,138	15,909
Income security.....	44,568	51,565	56,595
Veterans benefits and services.....	7,695	8,625	8,909
Interest.....	15,791	17,821	17,799
General government.....	2,882	3,683	4,236
Allowances for:			
Revenue sharing.....			275
Civilian and military pay increases.....		175	1,400
Contingencies.....		500	1,200
Undistributed intragovernmental transactions.....	-5,117	-6,088	-6,639
<b>Total budget authority.....</b>	<b>196,167</b>	<b>209,051</b>	<b>218,030</b>



Table 3. BUDGET AUTHORITY AND OUTLAYS BY AGENCY  
(in millions of dollars)

Department or other unit	Budget authority			Outlays		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
Legislative Branch.....	307	354	391	277	341	368
The Judiciary.....	110	127	132	109	125	130
Executive Office of the President....	32	38	46	31	39	45
Funds appropriated to the President...	4,875	5,058	5,000	4,967	4,818	4,184
Agriculture.....	9,176	8,797	8,577	8,330	8,407	7,953
Commerce.....	941	1,017	1,170	854	1,078	1,014
Defense—Military.....	76,970	73,484	70,798	77,877	76,505	71,191
Defense—Civil.....	1,282	1,199	1,301	1,268	1,270	1,411
Health, Education, & Welfare.....	51,237	57,637	64,803	46,594	52,670	59,653
Housing & Urban Development.....	3,013	4,640	2,997	1,529	2,776	3,317
Interior.....	967	1,889	4,510	837	1,164	913
Justice.....	544	848	1,127	515	743	985
Labor.....	4,613	4,947	5,826	3,475	4,232	5,563
Post Office.....	1,209	1,438	583	920	1,247	382
State.....	426	449	490	437	447	473
Transportation.....	7,392	7,902	11,185	5,970	6,673	7,048
Treasury.....	16,944	19,112	19,077	16,924	19,107	19,066
Atomic Energy Commission.....	2,616	2,224	2,363	2,450	2,461	2,411
General Services Administration.....	338	368	40	425	454	28
Nat'l Aero. & Space Admin.....	3,991	3,735	3,330	4,247	3,886	3,400
Veterans Administration.....	7,665	8,595	8,878	7,669	8,657	8,455
Other independent agencies.....	6,636	10,608	9,172	3,969	6,397	6,844
Allowances for:						
Revenue sharing.....			275			275
Civilian and military pay increases.....		175	1,400		175	1,400
Contingencies.....		500	1,200		300	900
Undistributed intragovernmental transactions:						
Employer share, employee retirement.....	-2,018	-2,307	-2,366	-2,018	-2,307	-2,366
Interest received by trust funds.....	-3,099	-3,781	-4,273	-3,099	-3,781	-4,273
<b>Total budget authority and outlays.....</b>	<b>196,167</b>	<b>209,051</b>	<b>218,030</b>	<b>184,556</b>	<b>197,885</b>	<b>200,771</b>
<b>MEMORANDUM</b>						
Portion available through current action by Congress <sup>1</sup> .....	133,213	138,948	148,113	87,087	90,262	92,798
Portion available without current action by Congress.....	75,860	84,018	86,706	24,115	27,726	28,826
Outlays from obligated balances.....				50,049	51,998	52,490
Outlays from unobligated balances.....				36,210	41,815	43,445
Deductions for offsetting receipts:						
Intrabudgetary transactions.....	-8,714	-9,704	-11,250	-8,714	-9,704	-11,250
Proprietary receipts from the public.....	-4,192	-4,211	-5,538	-4,192	-4,211	-5,538
<b>Total budget authority and outlays.....</b>	<b>196,167</b>	<b>209,051</b>	<b>218,030</b>	<b>184,556</b>	<b>197,885</b>	<b>200,771</b>

<sup>1</sup> Budget authority excludes appropriations to liquidate contract authority. Outlays from such appropriations are included as outlays from balances, below.

Table 4. BUDGET AUTHORITY AVAILABLE THROUGH CURRENT ACTION  
BY CONGRESS (in millions of dollars)

Department or other unit	1969 enacted	1970 estimate			1971 estimate		
		Enacted	Later trans- mittal	Total	Trans- mitted herein	Later trans- mittal	Total
Legislative Branch.....	314	344	18	362	399	-----	399
The Judiciary.....	110	121	9	130	134	-----	134
Executive Off. of the President..	32	37	2	38	46	-----	46
Funds approp. to the President..	5,175	5,068	231	5,299	5,119	-47	5,072
Agriculture.....	7,065	8,296	84	8,380	7,912	-5	7,908
Commerce.....	822	835	40	875	1,041	-----	1,041
Defense—Military.....	76,129	71,262	2,352	73,614	70,954	-----	70,954
Defense—Civil.....	1,318	1,229	10	1,240	1,347	-----	1,347
Health, Education, & Welfare.....	15,615	15,699	174	15,874	18,736	1,166	19,902
Housing & Urban Development.....	1,390	3,367	11	3,378	2,983	-----	2,983
Interior.....	1,768	2,278	96	2,375	1,671	4,231	5,903
Justice.....	545	809	41	850	1,128	1	1,129
Labor.....	771	981	56	1,037	1,217	667	1,884
Post Office.....	1,209	1,309	128	1,438	1,757	-1,174	583
State.....	408	415	17	432	458	20	478
Transportation.....	3,522	1,850	145	1,995	3,742	3,194	6,937
Treasury.....	1,073	1,113	201	1,314	1,253	60	1,313
Atomic Energy Commission.....	2,616	2,217	6	2,224	2,363	-----	2,363
General Services Admin.....	522	567	15	581	696	-----	696
Nat'l Aero. & Space Admin.....	3,995	3,696	42	3,738	3,333	-----	3,333
Veterans Administration.....	7,408	7,705	608	8,313	8,635	-56	8,579
Other independent agencies.....	1,405	4,654	133	4,787	1,849	406	2,255
Allowances for:							
Revenue sharing.....	-----	-----	-----	-----	-----	275	275
Civilian and military pay increases.....	-----	-----	175	175	-----	1,400	1,400
Contingencies.....	-----	-----	500	500	-----	1,200	1,200
<b>Total budget authority available through cur- rent action by Con- gress.....</b>	<b>1133,213</b>	<b>133,854</b>	<b>5,095</b>	<b>138,948</b>	<b>136,773</b>	<b>11,340</b>	<b>2148,113</b>
<b>MEMORANDUM</b>							
Appropriations to liquidate con- tract authority:							
Legislative branch.....	1	*	-----	*	*	-----	*
Funds approp. to the President..	-----	175	-----	175	175	-----	175
Agriculture.....	631	1,314	-----	1,314	300	-----	300
Commerce.....	153	141	-----	141	160	-----	160
Housing & Urban Development.....	390	252	-----	252	1,000	-----	1,000
Interior.....	105	62	-----	62	73	40	113
Transportation.....	4,242	4,526	-----	4,526	4,511	-----	4,511
Other agencies.....	-----	3	-----	3	9	-----	9
<b>Total appropriations to liquidate contract au- thority.....</b>	<b>5,521</b>	<b>6,473</b>	<b>-----</b>	<b>6,473</b>	<b>6,228</b>	<b>40</b>	<b>6,268</b>

\*Less than \$500 thousand.

<sup>1</sup> An additional appropriation of \$14 million for 1969 is recommended for the Department of Housing and Urban Development.<sup>2</sup> In addition, appropriations to become available in fiscal year 1972 are recommended in this budget as follows: \$1,300 million for the Department of Health, Education, and Welfare and \$188 million for the Washington Metropolitan Area Transit Authority.

Table 5. OUTLAYS FROM BUDGET AUTHORITY AVAILABLE THROUGH CURRENT ACTION BY CONGRESS (in millions of dollars)

Department or other unit	1969 actual	1970 estimate			1971 estimate		
		Enacted	Later trans- mittal	Total	Trans- mitted herein	Later trans- mittal <sup>1</sup>	Total
Legislative branch.....	271	293	17	310	337	*	337
The Judiciary.....	100	111	8	119	122	1	123
Executive Off. of the President..	26	33	1	34	41	*	41
Funds approp. to the President..	1,536	1,634	6	1,640	1,735	-707	1,028
Agriculture.....	4,405	4,270	81	4,351	4,864	-3	4,861
Commerce.....	361	478	28	506	438	12	450
Defense—Military.....	51,565	48,824	2,326	51,150	47,904	26	47,931
Defense—Civil.....	875	852	10	861	1,088	1	1,088
Health, Education, & Welfare..	10,305	10,728	158	10,886	13,349	662	14,011
Housing & Urban Development..	345	516	9	525	802	2	805
Interior.....	1,088	1,182	93	1,275	1,369	148	1,517
Justice.....	476	640	38	678	816	4	820
Labor.....	514	532	65	593	769	723	1,492
Post Office.....	774	943	116	1,059	1,267	-1,161	106
State.....	377	385	14	400	421	2	424
Transportation.....	1,145	1,335	86	1,421	1,673	251	1,924
Treasury Department.....	967	1,021	178	1,198	1,147	65	1,212
Atomic Energy Commission.....	1,165	1,035	6	1,042	1,125		1,125
General Services Admin.....	456	500	14	515	558	*	558
Nat'l Aero. & Space Admin.....	2,734	2,560	39	2,599	2,228	2	2,230
Veterans Administration.....	6,785	7,047	566	7,614	7,942	-140	7,802
Other independent agencies.....	818	919	90	1,008	799	257	1,056
Allowances for:							
Revenue sharing.....						275	275
Civilian and military pay increases.....			175	175		1,400	1,400
Contingencies.....			300	300		900	900
<b>Total outlays from bud- get authority available through current action by Congress.....</b>	<b>87,087</b>	<b>85,837</b>	<b>4,425</b>	<b>90,262</b>	<b>90,795</b>	<b>2,721</b>	<b>293,516</b>
<b>MEMORANDUM</b>							
<b>From appropriations to liquidate contract authorizations: <sup>3</sup></b>							
Legislative branch.....		*		*	*		*
Agriculture.....	432	1,111		1,111	115		115
Commerce.....	136	141		141	123		123
Interior.....	71	61		61	68		68
Transportation.....	4,178	4,501		4,501	4,498		4,498
Other agencies.....					5		5
<b>Total outlays from ap- propriations to liqui- date contract author- ity <sup>4</sup>.....</b>	<b>4,818</b>	<b>5,813</b>		<b>5,813</b>	<b>4,809</b>		<b>4,809</b>

\*Less than \$500 thousand.

<sup>1</sup> Comprises outlays estimated to occur in 1971 from budget authority shown in table 4 under the "later transmittal" columns for both 1970 and 1971.<sup>2</sup> Includes outlays relating to supplementals proposed in this budget.<sup>3</sup> Not a part of outlays from budget authority shown above.<sup>4</sup> Comprises outlays from appropriations to liquidate contract authority provided for in the same year.



Table 6. RELATION OF BUDGET AUTHORITY TO OUTLAYS  
(in millions of dollars)

Description	1969 actual	1970 estimate	1971 estimate
<i>Budget authority available through current action by Congress:</i>			
Enacted or transmitted herein:			
Appropriations <sup>1</sup> .....	129,697	128,198	134,113
Authority to spend debt receipts.....	725	5,001	446
Contract authority.....	3,088	650	2,602
Reappropriations and reauthorizations.....	6	4	-----
Rescission of prior year budget authority.....	-302	-----	-387
Transmitted separately:			
Appropriations <sup>1</sup> .....	-----	5,074	4,298
Contract authority.....	-----	-----	7,002
Authority to spend debt receipts.....	-----	21	40
<b>Total budget authority available through current action by Congress (table 4).....</b>	<b>133,213</b>	<b>138,948</b>	<b>148,113</b>
<i>Budget authority available without current action by Congress (permanent authorizations):</i>			
Appropriations <sup>1</sup> .....	66,685	75,637	80,383
Authority to spend debt receipts.....	1,211	505	562
Contract authority.....	7,964	7,876	5,760
<i>Deductions for offsetting receipts (table 12):</i>			
Interfund and intragovernmental transactions.....	-8,714	-9,704	-11,250
Proprietary receipts from the public.....	-4,192	-4,211	-5,538
<b>Total budget authority for the year (table 3).....</b>	<b>196,167</b>	<b>209,051</b>	<b>218,030</b>
<i>Unobligated balances and adjustments:</i>			
Unobligated balances:			
Brought forward at start of year (table 8).....	139,715	141,605	145,107
Written off (rescinded, lapsed, etc.) <sup>2</sup> .....	-9,225	-3,443	-1,351
Carried forward at end of year (table 8).....	-141,605	-145,107	-154,813
Application of new authority to prior obligations:			
Budget authority of year, obligated previously.....	-1,505	-1,600	-1,806
Budget authority of subsequent year, obligated currently.....	1,600	1,806	1,977
<b>Obligations incurred, net (table 7).....</b>	<b>185,147</b>	<b>202,311</b>	<b>207,144</b>
<i>Obligated balances:</i>			
Brought forward at start of year, funded (table 8).....	83,842	83,967	88,548
Adjustments in expired accounts.....	-460	141	188
Deficiency appropriations.....	7	14	-----
Carried forward at end of year:			
Funded (table 8).....	-83,967	-88,548	-95,109
Unfunded.....	-14	-----	-----
<b>Outlays (expenditures and net lending).....</b>	<b>184,556</b>	<b>197,885</b>	<b>200,771</b>

See footnotes at end of table.

Table 6. RELATION OF BUDGET AUTHORITY TO OUTLAYS—Continued  
(in millions of dollars)

Description	1969 actual	1970 estimate	1971 estimate
<b>MEMORANDUM</b>			
Federal funds included above:			
Budget authority available through current action by Congress.....	133,213	138,948	148,113
Budget authority for the year.....	150,938	159,021	163,515
Obligations incurred <sup>3</sup> .....	149,841	161,469	163,058
Outlays (expenditures and net lending) <sup>3</sup> .....	148,819	156,703	154,936

<sup>1</sup> Excludes appropriations to liquidate contract authority:

	1969 actual	1970 estimate	1971 estimate
Transmitted separately.....			\$40
All other.....	\$7,241	\$8,255	\$7,210

<sup>2</sup> Offset on this line are transactions not applied as credits to budget outlays resulting from conversion of mixed-ownership enterprises to private ownership (1969, \$10.174 million; 1970, \$368 million; and 1971, \$100 million), and included on this line are transactions not applied as charges to budget outlays resulting from reclassification of certificates of interest of the Commodity Credit Corporation (1970, \$1.583 million).

<sup>3</sup> Amounts are net of interfund transactions and proprietary receipts from the public.

### 1971 Budget - Relation of Budget Authority to Outlays

Figures in brackets represent Federal funds only

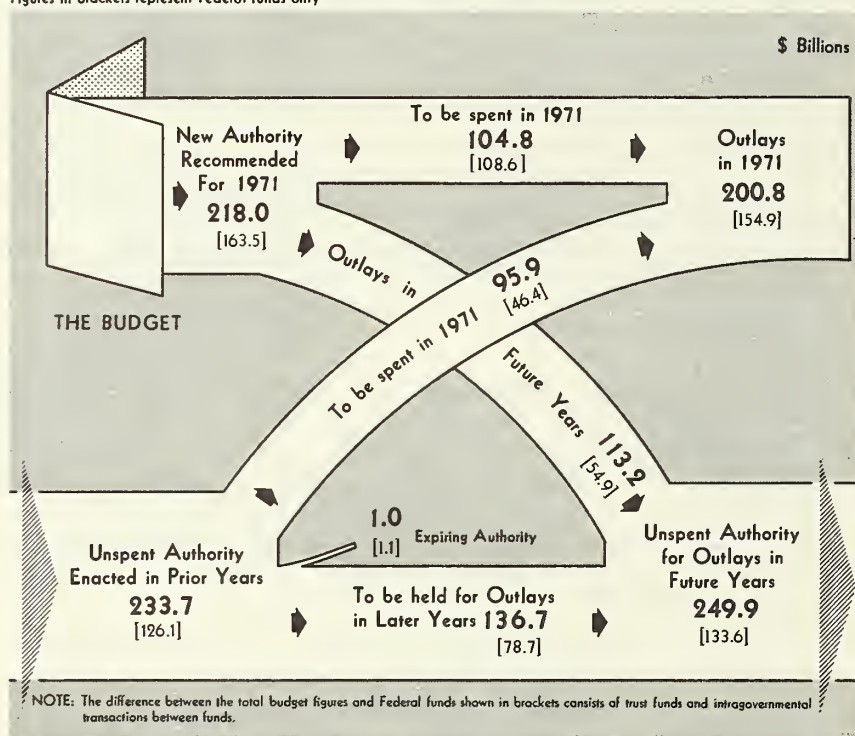


Table 7. OBLIGATIONS INCURRED, NET (in millions of dollars)

Department or other unit	1969 actual	1970 estimate	1971 estimate
Legislative Branch.....	293	345	386
The Judiciary.....	108	126	131
Executive Office of the President.....	31	39	46
Funds appropriated to the President:			
International financial institutions.....	480	505	755
Military assistance.....	511	522	608
Economic assistance.....	1,200	1,317	1,650
Office of Economic Opportunity.....	1,943	1,948	1,457
Other.....	439	739	150
Agriculture.....	9,632	7,431	7,918
Commerce.....	962	1,118	1,150
Defense—Military.....	76,753	77,423	71,717
Defense—Civil.....	1,228	1,243	1,535
Health, Education, and Welfare.....	46,711	53,079	60,022
Housing and Urban Development.....	1,093	4,305	3,899
Interior.....	1,021	1,652	1,542
Justice.....	533	838	1,124
Labor.....	3,505	4,495	5,666
Post Office.....	1,114	1,405	667
State.....	426	456	493
Transportation.....	6,581	6,415	7,826
Treasury.....	16,939	19,129	19,069
Atomic Energy Commission.....	2,603	2,621	2,363
General Services Administration.....	347	392	194
National Aeronautics and Space Administration.....	4,040	4,045	3,351
Veterans Administration.....	7,809	8,669	8,552
Civil Service Commission.....	1,869	2,898	3,333
Export-Import Bank.....	68	1,345	1,685
Federal Deposit Insurance Corporation.....	-280	-311	-341
Federal Home Loan Bank Board.....	-297	-225	-127
Railroad Retirement Board.....	1,494	1,693	1,819
Other independent agencies.....	1,110	2,066	2,267
Undistributed intragovernmental transactions.....	-5,117	-6,088	-6,639
Allowances.....		675	2,875
<b>Total.....</b>	<b>185,147</b>	<b>202,311</b>	<b>207,144</b>

Table 8. BALANCES OF BUDGET AUTHORITY (in millions of dollars)

Department or other unit	Start 1969		End 1969		End 1970		End 1971	
	Obligated	Unobligated	Obligated	Unobligated	Obligated	Unobligated	Obligated	Unobligated
Legislative Branch.....	26	48	33	55	37	52	55	44
The Judiciary.....	11	4	10	5	12	6	12	7
Executive Office of the President.....	5	*	5	1	4	*	5	*
Funds appropriated to the President:								
International financial institutions.....	1,226	6,427	1,585	6,633	1,834	6,839	2,254	6,839
Military assistance.....	1,804	2,468	1,526	2,420	1,553	2,315	1,562	2,135
Economic assistance.....	3,672	704	3,212	577	2,925	419	3,054	465
Office of Economic Opportunity.....	982	8	1,075	5	1,182	5	1,007	5
Other.....	645	111	615	167	838	112	663	426
Agriculture.....	5,563	2,635	6,872	1,863	5,899	1,394	5,873	1,918
Commerce.....	1,089	255	1,188	231	1,228	130	1,363	149
Defense—Military.....	30,885	14,830	29,506	14,921	30,420	10,341	30,945	8,866
Defense—Civil.....	345	247	306	290	278	246	402	11
Health, Education, and Welfare.....	10,341	28,258	10,297	32,640	10,699	37,395	11,070	42,407
Housing and Urban Development.....	18,254	14,743	17,490	13,533	9,070	13,228	9,708	12,148
Interior.....	946	738	1,129	650	1,617	871	2,246	3,828
Justice.....	38	32	56	37	151	41	291	39
Labor.....	498	11,919	509	12,889	774	13,405	1,223	13,538
Post Office.....	620	21	803	51	961	84	1,247	-----
State.....	62	61	45	61	54	54	74	50
Transportation.....	7,287	4,154	8,153	5,080	7,895	6,566	8,672	9,925
Treasury.....	103	24	117	28	139	11	143	19
Atomic Energy Commission.....	1,115	385	1,268	398	1,428	-----	1,380	-----
General Services Administration.....	208	382	130	358	69	326	235	171
National Aeronautics and Space Administration.....	1,616	381	1,407	331	1,566	21	1,517	*
Veterans Administration.....	1,030	8,768	1,164	8,432	1,178	8,311	1,274	8,530
Civil Service Commission.....	701	18,505	888	20,341	1,053	21,809	1,239	23,221
Export-Import Bank.....	2,996	2,687	2,818	2,569	3,562	1,174	5,052	-----
Federal Deposit Insurance Corporation.....	257	6,590	290	6,870	311	7,181	329	7,522
Federal Home Loan Bank Board.....	61	3,697	52	3,990	—19	7,223	—29	7,350
Railroad Retirement Board.....	127	4,375	131	4,502	147	4,572	150	4,649
Other independent agencies.....	1,330	6,257	1,289	1,678	1,483	976	1,592	550
Allowance for contingencies.....	-----	-----	-----	-----	200	-----	500	-----
<b>Total.....</b>	<b>183,842</b>	<b>139,715</b>	<b>183,967</b>	<b>141,605</b>	<b>88,548</b>	<b>145,107</b>	<b>95,109</b>	<b>154,813</b>
<b>MEMORANDUM</b>								
Federal funds.....	72,024	54,961	72,688	54,548	77,022	49,099	82,541	51,065
Trust funds.....	11,818	84,754	11,279	87,057	11,527	96,008	12,568	103,748

\*Less than \$500 thousand.

<sup>1</sup> Deficiencies brought forward of \$7 million at start of 1969 and \$14 million at start of 1970 have been offset against balances brought forward.



Table 9. BUDGET FINANCING AND OUTSTANDING DEBT (in millions of dollars)

BUDGET FINANCING				
	1969 actual	1970 estimate	1971 estimate	
<b>Repayment of borrowing to the public (—):</b>				
Increase or decrease (—) in debt held by the public:				
Nonbank investors .....	—4,611	-----	-----	
Commercial banks .....	—8,400	-----	-----	
Federal Reserve banks .....	1,865	-----	-----	
Subtotal, decrease (—) in debt held by the public ..	—11,146	—1,000	—1,200	
Reclassification of debt and investments of enterprises <sup>1</sup> ..	10,102	—1,583	-----	
Net repayment of borrowing to the public (—) ..	—1,044	—2,583	—1,200	
<b>Other means of financing (or disposition of surplus (—)):</b>				
Decrease or increase (—) in available cash and monetary assets .....	—2,212	-----	-----	
Increase or decrease (—) in liabilities for:				
Checks outstanding, etc. <sup>2</sup> .....	—443	137	—41	
Deposit fund balances .....	159	270	—500	
Transactions, other than debt, not applied to surplus of the current year:				
Seigniorage on coins .....	233	307	310	
Other <sup>2</sup> .....	71	368	100	
Subtotal, other means of financing .....	—2,192	1,082	—131	
Total, financing transactions (equal to surplus (—)) ..	—3,236	—1,501	—1,331	
OUTSTANDING DEBT, END OF YEAR				
	1968 actual	1969 actual	1970 estimate	1971 estimate
<b>Gross Federal debt:</b>				
Public debt (issued by Treasury) <sup>3</sup> .....	345,369	352,895	362,127	370,297
Agency debt (issued by agencies) .....	24,399	14,249	12,607	12,206
Total gross Federal debt .....	369,769	367,144	374,734	382,503
<b>Holdings by Government agencies (—): <sup>4</sup></b>				
Public debt .....	—76,138	—84,815	—93,790	—102,902
Agency debt .....	—3,001	—2,846	—2,461	—2,318
Total, Federal debt held by the public ..	290,629	279,483	278,483	277,283

See footnotes at end of table.



Table 9. BUDGET FINANCING AND OUTSTANDING DEBT  
(in millions of dollars)—Continued  
DEBT SUBJECT TO PUBLIC DEBT LIMIT, END OF YEAR

	1968 actual	1969 actual	1970 estimate	1971 estimate
Public debt (issued by Treasury) <sup>5</sup> .....	345,369	352,895	362,127	370,297
Notes issued by Treasury to International Monetary Fund (not in debt above) .....	2,209	825	825	825
Agency and District of Columbia debt subject to general limit on public debt .....	3,819	3,847	3,171	2,060
Portion of public debt not subject to limit (—) .....	—654	—636	—430	—425
<b>Total, debt subject to public debt limit <sup>5</sup> .....</b>	<b>350,743</b>	<b>356,932</b>	<b>365,693</b>	<b>372,757</b>

<sup>1</sup> These transactions consist of: (a) the credits resulting from conversion of 3 mixed ownership enterprises, formerly a part of the budget, to private ownership, outside the budget totals in fiscal year 1969, and the later redemption of trust fund investments in their securities, and (b) the charges resulting from the reclassification, in fiscal year 1970, of certificates of interest of the Commodity Credit Corporation, from their status as an evidence of the sale of assets to status as a debt of the Corporation. The amounts are as follows (in millions of dollars):

	1969		Total	1970	1971	After 1971	Total
	Debt	Other					
Enterprises converted to private ownership:							
Federal National Mortgage Association .....	5,528	102	5,630	350	100	4	6,084
Banks for cooperatives .....	1,315	—34	1,281	—	—	—	1,281
Federal intermediate credit banks .....	3,259	3	3,262	18	—	—	3,280
Conversion of asset sales to debt: Commodity Credit Corpora- tion .....	—	—	—	—1,583	—	—	—1,583
<b>Total .....</b>	<b>10,102</b>	<b>71</b>	<b>10,174</b>	<b>—1,215</b>	<b>100</b>	<b>4</b>	<b>9,063</b>

<sup>2</sup> Includes military payment certificates, accrued interest (less unamortized discount) on public debt; and, as an offset, certain collections in transit.

<sup>3</sup> Amounts shown as actual for end of the fiscal year 1968 have been adjusted from those shown in the preceding budget, to take account of issues and redemptions in transit on June 30.

<sup>4</sup> Excludes holdings of debt of Government-sponsored enterprises, which had been outstanding at time of their conversion in 1969 to private ownership, as follows: 1969, \$472 million; 1970, \$104 million; and 1971, \$4 million.

<sup>5</sup> The applicable limitations are: June 30, 1968, \$358 billion; July 1, 1968 to April 6, 1969, \$365 billion; April 7, 1969 to June 30, 1970, \$377 billion; and July 1, 1970 to June 30, 1971, \$365 billion. Legislation is proposed to change the limitation.

Table 10. FULL-TIME PERMANENT EMPLOYMENT IN THE EXECUTIVE BRANCH

Department or other unit	End of year		
	1969 actual	1970 <sup>1</sup> estimate	1971 <sup>1</sup> estimate
<b>Defense and Post Office:</b>			
Defense—Military and Military assistance .....	1,225,877	1,165,900	1,110,100
Post Office .....	562,381	567,000	585,000
Subtotal .....	1,788,258	1,732,900	1,695,100
<b>Civilian agencies other than Post Office:</b>			
Agriculture .....	83,425	83,000	85,300
Commerce .....	25,364	25,600	26,700
Defense—Civil .....	31,214	30,700	31,000
Health, Education, and Welfare .....	102,941	102,500	105,100
Housing and Urban Development .....	14,307	14,900	16,000
Interior .....	58,156	59,300	61,100
Justice .....	35,106	37,600	39,100
Labor .....	9,723	10,300	10,800
State .....	24,658	23,900	23,400
Transportation .....	60,386	63,600	70,300
Treasury .....	79,982	86,700	93,500
Atomic Energy Commission .....	7,047	7,000	6,900
General Services Administration .....	36,176	36,400	36,800
National Aeronautics and Space Administration .....	31,733	31,400	30,600
Veterans Administration .....	147,606	148,500	150,200
<b>Other agencies:</b>			
Agency for International Development .....	15,753	15,000	14,400
Civil Service Commission .....	4,970	5,300	5,500
Office of Economic Opportunity .....	2,856	2,400	2,500
Selective Service System .....	6,584	6,600	6,500
Small Business Administration .....	4,099	4,100	4,100
Tennessee Valley Authority .....	11,987	12,300	13,300
The Panama Canal .....	14,731	14,700	14,900
United States Information Agency .....	10,500	10,200	10,100
Miscellaneous agencies .....	26,200	27,800	28,900
Subtotal .....	845,504	859,900	887,100
Allowance for contingencies <sup>2</sup> .....		10,000	15,000
<b>Total full-time permanent employment .....</b>	<b>2,633,762</b>	<b>2,602,800</b>	<b>2,597,200</b>

<sup>1</sup> Excludes disadvantaged worker-trainees in the Public Service Careers program.<sup>2</sup> Subject to later distribution.

Note.—Totals may not add due to rounding. The figures for 1970 and 1971 include tentative estimates for employment under appropriations proposed for later transmittal. More detailed information on employment is contained in Special Analysis H, Civilian Employment in the Executive Branch, Special Analyses—Budget of the United States.

Table 11. BUDGET RECEIPTS BY SOURCE (in millions of dollars)

Source	1969 actual	1970 estimate	1971 estimate
<b>Individual income taxes:</b>			
Withheld.....	70,182	77,400	77,000
Other.....	27,258	27,600	28,000
Gross individual income taxes.....	97,440	105,000	105,000
Refunds.....	-10,191	-12,800	-14,000
Net individual income taxes.....	87,249	92,200	91,000
<b>Corporation income taxes:</b>			
Refunds.....	38,338	38,900	37,000
	-1,660	-1,900	-2,000
Net corporation income taxes.....	36,678	37,000	35,000
<b>Social insurance taxes and contributions (trust funds):</b>			
Employment taxes and contributions:			
Old-age and survivors insurance.....	25,484	29,215	32,021
Proposed legislation.....			-1,025
Disability insurance.....	3,469	4,035	4,586
Proposed legislation.....			22
Hospital insurance.....	4,398	4,728	4,979
Proposed legislation.....			1,208
Railroad retirement.....	885	936	947
Proposed legislation.....			104
Total employment taxes and contributions.....	34,236	38,914	42,842
Unemployment insurance:			
State taxes deposited in Treasury <sup>1</sup> .....	2,561	2,482	2,430
Federal unemployment tax receipts <sup>1</sup> .....	633	725	776
Railroad unemployment tax receipts <sup>1</sup> .....	134	133	129
Total unemployment insurance.....	3,328	3,340	3,335
Contributions for other insurance and retirement:			
Supplementary medical insurance.....	903	922	1,242
Federal employees' retirement—employee contribu- tions.....	1,426	1,600	1,658
Other retirement contributions <sup>2</sup> .....	24	29	31
Total contributions for other insurance and re- tirement.....	2,353	2,551	2,931
Total social insurance taxes and contributions.....	39,918	44,805	49,108
<b>Excise taxes:</b>			
Manufacturers' excise taxes:			
Federal funds:			
Gasoline.....	28	28	28
Proposed legislation.....		7	45
Passenger automobiles.....	1,864	1,825	1,730
Proposed legislation.....			260
Firearms, shells, and cartridges.....	33	38	44
Fishing rods, creels, etc.....	12	13	15
Pistols and revolvers.....	6	6	6
Tires, innertubes, and tread rubber (proposed legis- lation).....		1	3
Floor stocks refund.....			-90
Proposed legislation.....			90
Other.....	*		

See footnotes at end of table.

Table 11. BUDGET RECEIPTS BY SOURCE (in millions of dollars)—Continued

Source	1969 actual	1970 estimate	1971 estimate
<b>Excise taxes—Continued</b>			
Manufacturers' excise taxes—Continued			
Federal funds—Continued			
Refunds.....	—6	—6	—6
Proposed legislation.....			—2
<b>Total Federal funds.....</b>	<b>1,938</b>	<b>1,912</b>	<b>2,123</b>
<b>Trust fund (highway):</b>			
Gasoline.....	3,171	3,331	3,482
Proposed legislation.....		—5	—21
Automobile trucks, buses, and trailers.....	541	570	600
Tires, innertubes, and tread rubber.....	610	637	657
Proposed legislation.....		—1	—3
Diesel fuel used on highways <sup>3</sup> .....	219	245	269
Proposed legislation.....			122
Use-tax on certain vehicles <sup>3</sup> .....	129	132	137
Proposed legislation.....			137
Truck parts and accessories.....	94	95	97
Lubricating oils.....	98	98	106
Refunds.....	—224	—34	—132
Proposed legislation.....			10
<b>Total trust fund (highway).....</b>	<b>4,637</b>	<b>5,068</b>	<b>5,461</b>
<b>Total manufacturers' excise taxes.....</b>	<b>6,575</b>	<b>6,980</b>	<b>7,584</b>
<b>Alcohol taxes:</b>			
Distilled spirits.....	3,337	3,550	3,940
Beer.....	1,003	1,035	1,120
Rectification tax.....	39	40	43
Wines.....	155	155	163
Special taxes in connection with liquor occupations.....	20	20	20
Refunds.....	—72	—110	—116
<b>Total alcohol taxes.....</b>	<b>4,482</b>	<b>4,690</b>	<b>5,170</b>
<b>Tobacco taxes:</b>			
Cigarettes (small).....	2,082	2,040	2,090
Cigars (large).....	54	55	58
Cigarette papers and tubes.....	1	1	1
Other.....	1	1	1
Refunds.....	—2	—2	—2
<b>Total tobacco taxes.....</b>	<b>2,136</b>	<b>2,095</b>	<b>2,148</b>
<b>Documents (repealed).....</b>	<b>1</b>		
<b>Retailers' excise tax (repealed).....</b>	<b>*</b>		
<b>Miscellaneous excise taxes:</b>			
General and toll telephone and teletype service.....	1,316	1,470	1,360
Proposed legislation.....			300
Transportation of persons by air.....	224	265	300
Proposed legislation.....		25	245
Jet fuel (proposed legislation).....		2	18
International departure tax (proposed legislation).....		3	29
Waybill tax (proposed legislation).....		5	44
Fuel used on inland waterways (proposed legislation).....			4

See footnotes at end of table.



Table 11. BUDGET RECEIPTS BY SOURCE (in millions of dollars)—Continued

Source	1969 actual	1970 estimate	1971 estimate
<b>Excise taxes—Continued</b>			
Miscellaneous excise taxes—Continued			
Wagering taxes, including occupational taxes.....	5	5	5
Sugar tax.....	108	110	112
Coin-operated gaming devices.....	12	14	15
Interest equalization tax.....	110	70	50
Tax on foundations.....			35
Foreign insurance policies.....	18	18	18
Other.....	5	5	5
Refunds.....	-16	-16	-16
Total miscellaneous excise taxes.....	1,783	1,976	2,524
Undistributed depositary receipts and unapplied collections.....	244	199	94
Total excise taxes.....	15,222	15,940	17,520
Estate and gift taxes.....	3,491	3,500	3,600
Customs duties.....	2,319	2,260	2,260
Miscellaneous receipts: <sup>4</sup>			
Miscellaneous taxes.....	52	60	69
Deposit of earnings, Federal Reserve System.....	2,662	3,250	3,350
Fees for permits and regulatory and judicial services:			
Immigration, passport, and consular fees.....	37	42	45
Patent and copyright fees.....	27	28	31
Registration and filing fees.....	29	29	50
Fees for legal and judicial services.....	16	18	18
Miscellaneous fees for regulatory and judicial services.....	13	14	14
Miscellaneous fees for permits, licenses, etc.....	*	*	*
Total fees for permits and regulatory and judicial services.....	123	131	158
Fines, penalties, and forfeitures:			
Existing law.....	26	27	28
Proposed legislation.....		200	
Total fines, penalties, and forfeitures.....	26	227	28
War reparations and recoveries under military occupation.....	2	1	1
Gifts and contributions.....	6	12	9
Undistributed collections.....	44		
Total miscellaneous receipts.....	2,916	3,681	3,614
Total budget receipts.....	187,792	199,386	202,103

See footnotes at end of table.



Table 11. BUDGET RECEIPTS BY SOURCE (in millions of dollars)—Continued

Source	1969 actual	1970 estimate	1971 estimate
<b>MEMORANDUM</b>			
Federal funds.....	143,329	149,579	147,600
Trust funds.....	52,009	58,141	64,107
Intragovernmental transactions.....	-7,547	-8,335	-9,605

\*Less than \$500 thousand.

<sup>1</sup> Deposits by States are State payroll taxes which cover the benefit part of the program. Federal unemployment tax receipts cover administrative costs at both the Federal and State level. Railroad unemployment tax receipts cover both the benefits and administrative costs of the program for the railroads.

<sup>2</sup> Represents employer and employee contributions to the Civil Service Retirement and Disability Fund for covered employees of Government-sponsored, privately owned enterprises and the District of Columbia municipal government.

<sup>3</sup> These taxes are technically miscellaneous excise taxes, but have been included with other highway taxes to show all highway trust fund receipts in one place.

<sup>4</sup> Includes both Federal and trust funds. Trust fund amounts in miscellaneous receipts are: 1969, \$15 million; 1970, \$21 million; 1971, \$19 million.

Note.—Estimates for 1970 and 1971 include effects of proposed legislation.

Table 12. OFFSETTING RECEIPTS BY TYPE (in millions of dollars)

Type	1969 actual	1970 estimate	1971 estimate
<b>INTRABUDGETARY TRANSACTIONS</b>			
<b>Federal interfund transactions:</b>			
Interest on Government capital in enterprises.....	628	808	1,041
Reimbursements by Panama Canal Company.....	15	19	22
Other.....	1	*	*
Total Federal interfunds.....	644	827	1,064
<b>Trust interfund transactions (interchange receipts):<sup>1</sup></b>			
Railroad retirement/social security.....	513	541	579
Civil service retirement/foreign service retirement and other.....	10	1	1
Total trust interfunds.....	523	542	580
<b>Intragovernmental transactions:</b>			
Federal fund payments to trust funds:			
Contributions to insurance programs:			
Old-age and survivors insurance.....	226	364	371
Military service credits, various programs.....	228	124	125
Supplementary medical insurance.....	984	928	1,245
Hospital insurance.....	749	617	879
Supplementary retirement contributions.....	72	73	236
Veterans life insurance.....	6	5	5
Miscellaneous:			
Awards, Indian Claims Commission.....	40	31	
Other.....	17	16	19
Subtotal.....	2,322	2,159	2,881
Trust fund payments to Federal funds:			
Charges for administrative expenses of Social Security Act.....	77	84	86
Other.....	31	3	*
Subtotal.....	108	87	86
Total distributed intragovernmental transactions.....	2,430	2,247	2,966
<b>Intragovernmental transactions undistributed by agency or function:</b>			
Employer share, employee retirement:			
Civil service retirement and disability insurance.....	1,401	1,572	1,630
Old-age, survivors, disability, and hospital insurance (contribution as employer)?.....	611	728	728
Other Federal employees retirement.....	6	7	7
Total employer share, employee retirement.....	2,018	2,307	2,366
Interest received by trust funds.....	3,099	3,781	4,273
Total intrabudgetary transactions.....	8,714	9,704	11,250

See footnotes at end of table

Table 12. OFFSETTING RECEIPTS BY TYPE (in millions of dollars)—Continued

Type	1969 actual	1970 estimate	1971 estimate
<b>PROPRIETARY RECEIPTS FROM THE PUBLIC</b>			
<b>Interest:</b>			
Interest on Rural Electrification Administration loans.....	103	116	119
Interest on foreign loans and deferred foreign collections.....	104	155	151
Other interest (domestic) <sup>3</sup> .....	78	39	31
Total interest.....	285	310	301
<b>Dividends and other earnings</b> .....	*	*	*
<b>Rents:</b>			
Rent on Outer Continental Shelf lands.....	350	206	400
Rent of land and other real property <sup>3</sup> .....	42	41	42
Rent of equipment and other personal property.....	47	46	46
Total rents.....	438	293	489
<b>Royalties:</b>			
Royalties on Outer Continental Shelf lands.....	78	86	570
Miscellaneous royalties <sup>3</sup> .....	156	165	174
Total royalties.....	234	251	744
<b>Sale of products:</b>			
Sale of timber and other natural land products <sup>3</sup> .....	424	457	500
Sale of power and other utilities.....	284	320	320
Sale of other products.....	25	22	23
Recovery of mint manufacturing expense.....	17	20	23
Total sale of products.....	750	819	866
<b>Fees and other charges for services and special benefits:</b>			
Veterans life insurance.....	486	477	492
Other <sup>3</sup> .....	205	233	225
Total fees and other charges.....	691	710	717
<b>Sale of Government property:</b>			
Sale of land and other real property <sup>3</sup> .....	21	47	72
Sale of equipment and other personal property:			
Sale from the stockpile of strategic and critical materials.....	134	145	567
Military assistance program sales (trust fund).....	959	1,020	980
Sale of Alaska Railroad.....			100
Other.....	32	28	31
Profit on sale of silver bullion.....	51	26	16
Sale of scrap and salvage material <sup>3</sup> .....	21	26	20
Total sale of property.....	1,216	1,292	1,787

See footnotes at end of table.

Table 12. OFFSETTING RECEIPTS BY TYPE (in millions of dollars)—Continued

Type	1969 actual	1970 estimate	1971 estimate
<b>PROPRIETARY RECEIPTS FROM THE PUBLIC—Continued</b>			
Realization upon loans and investments:			
Loan repayments offset in the expenditure account:			
Repayment of loans to United Kingdom .....		63	65
Recoveries from Japan .....	37	37	38
Dollar repayments of loans, Agency for International Development .....	106	44	63
Other .....	19	34	38
Loan repayments offset in the loan account:			
Rural Electrification Administration .....	172	157	167
Other .....	77	75	87
Repayments on miscellaneous recoverable costs and realization on other investments (offset in the expenditure account):			
Repayments, Foreign Assistance Act of 1961 .....	43	48	43
Other <sup>3</sup> .....	75	27	39
Total realization upon loans and investments .....	527	485	586
Recoveries and refunds <sup>3</sup> .....	50	50	49
Total proprietary receipts from the public <sup>4</sup> .....	4,192	4,211	5,538
Total offsetting receipts .....	12,905	13,916	16,788

\*Less than \$500 thousand.

<sup>1</sup> Interchange receipts between the Social Security and Railroad Retirement funds place the Social Security funds in the same position they would have been in if there were no separate railroad retirement system. Interchange receipts between Federal retirement funds occur when an employee transfers from coverage by one system to coverage by another system.

<sup>2</sup> Includes provision for covered Federal civilian employees and military personnel.

<sup>3</sup> Includes both Federal funds and trust funds.

<sup>4</sup> Consists of:

	1969 actual	1970 est.	1971 est.
Federal funds:			
Receipts applied at agency level .....	2,238	2,241	3,586
Loan repayments applied at account level .....	249	232	254
Trust funds .....	1,705	1,739	1,698

Table 13. BUDGET AUTHORITY BY FUNCTION AND AGENCY  
(in millions of dollars)

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>050 NATIONAL DEFENSE</b>						
<b>051 Department of Defense—Military:</b>						
Military personnel.....	21,427	22,491	21,033			
Retired military personnel.....	2,450	2,859	3,194			
Operation and maintenance.....	22,349	21,422	19,512			
Procurement.....	20,542	17,842	17,359			
Research, development, test, and evaluation.....	7,629	7,369	7,346			
Military construction.....	1,168	959	1,416			
Other <sup>1</sup> .....	1,541	685	1,103			
<b>Deductions for offsetting receipts:</b>						
Interfund and intragovernmental transactions.....	-8	-7	-7			
Proprietary receipts from the public.....	-127	-133	-156			
<b>Total 051.....</b>	<b>76,970</b>	<b>73,484</b>	<b>70,798</b>			
<b>057 Military assistance: <sup>2</sup></b>						
Funds appropriated to the President <sup>1</sup> .....	520	444	454			
<b>058 Atomic energy: <sup>2</sup></b>						
Atomic Energy Commission <sup>1</sup> .....	2,616	2,224	2,363			
<b>059 Defense-related activities:</b>						
Executive Office of the President.....	3	3	3			
Department of Health, Education, and Welfare.....		4	4			
Treasury Department <sup>1</sup> .....	*	*	*	—*	—*	—*
General Services Administration.....	19	20	23			
Other independent agencies: Selective Service System.....	66	76	76			
<b>Total 059.....</b>	<b>89</b>	<b>103</b>	<b>106</b>	<b>—*</b>	<b>—*</b>	<b>—*</b>
<b>Deductions for offsetting receipts: <sup>4</sup></b>						
Interfund and intragovernmental transactions.....						
Proprietary receipts from the public.....	-138	-150	-572			
<b>Total national defense.....</b>	<b>80,058</b>	<b>76,106</b>	<b>73,153</b>	<b>—*</b>	<b>—*</b>	<b>—*</b>

See footnotes at end of table.



Table 13. BUDGET AUTHORITY BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>150 INTERNATIONAL AFFAIRS AND FINANCE</b>						
151 Conduct of foreign affairs:						
Department of State <sup>1</sup> .....	352	380	418			
Other independent agencies:						
Arms Control and Disarmament Agency.....	9	10	8			
Foreign Claims Settlement Commission.....	1	1	1			
Tariff Commission.....	4	4	4			
Total 151.....	366	395	430			
152 Economic and financial assistance:						
Funds appropriated to the President <sup>1</sup> .....	2,163	2,274	2,807			
Department of State <sup>1</sup> .....	12	12	6			
Department of Transportation <sup>1</sup> .....	4	3	24			
Other independent agencies:						
Export-Import Bank of the United States.....						561
U.S. section of the United States-Mexico Commission on border development and friendship.....		*				
Total 152.....	2,179	2,289	2,837			561
153 Foreign information and exchange activities:						
Department of State <sup>1</sup> .....	37	38	47			
Other independent agencies: United States Information Agency <sup>1</sup> .....	177	181	189			
Total 153.....	214	219	235			
154 Food for Freedom:						
Department of Agriculture.....	300	920	932			
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions.....	—*	—*	—*			
Proprietary receipts from the public.....	—217	—236	—273			
Total international affairs and finance.....	2,842	3,586	4,162			561

See footnotes at end of table.

Table 13. BUDGET AUTHORITY BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>250 SPACE RESEARCH AND TECHNOLOGY</b>						
251 Manned space flight: National Aeronautics and Space Administration.....	2,626	2,257	1,810			
252 Space science and application: National Aeronautics and Space Administration.....	543	632	683			
253 Space technology: National Aeronautics and Space Administration.....	309	306	293			
254 Aircraft technology: National Aeronautics and Space Administration.....	169	181	186			
259 Supporting space activities: National Aeronautics and Space Administration <sup>1</sup> .....	351	364	374			
Deductions for offsetting receipts: Interfund and intragovernmental transactions.....						
Proprietary receipts from the public.....	-6	-6	-15			
Total space research and technology.....	3,991	3,735	3,330			
<b>350 AGRICULTURE AND RURAL DEVELOPMENT</b>						
351 Farm income stabilization: Department of Agriculture <sup>1</sup> .....	6,297	5,102	4,643	320	59	-8
352 Rural housing and public facilities: Department of Agriculture <sup>1</sup> .....	107	137	128	383	308	279
354 Agricultural land and water resources: Department of Agriculture <sup>1</sup> .....	342	355	163			
355 Research and other agricultural services: Department of Agriculture <sup>1</sup> .....	639	733	799			
Deductions for offsetting receipts: Interfund and intragovernmental transactions.....	-6	-3				
Proprietary receipts from the public.....	-79	-39	-41			
Total agriculture and rural development.....	7,300	6,285	5,691	703	367	271

See footnotes at end of table.

Table 13. BUDGET AUTHORITY BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>400 NATURAL RESOURCES</b>						
<b>401 Water resources and power:</b>						
Department of Agriculture <sup>1</sup> .....	99	108	112			
Department of Defense—Civil <sup>1</sup> .....	1,264	1,170	1,298			
Department of the Interior <sup>1</sup> .....	756	1,448	4,566	2	4	3
Department of State.....	9	4	8			
Other independent agencies:						
Federal Power Commission.....	16	18	19			
Intergovernmental agencies.....	*	*	*			
Temporary study commissions.....	*	1	2			
Tennessee Valley Authority.....	50	51	250			
Water Resources Council <sup>1</sup> .....	4	5	6			
Total 401.....	2,200	2,806	6,260	2	4	3
<b>402 Land management:</b>						
Department of Agriculture <sup>1</sup> .....	567	628	559			
Department of the Interior <sup>1</sup> .....	170	196	179			
Other independent agencies: Temporary study commissions.....	1	1	*			
Total 402.....	738	826	738			
<b>403 Mineral resources:</b>						
Department of the Interior <sup>1</sup> .....	95	107	105			
<b>405 Recreational resources:</b>						
Department of the Interior <sup>1</sup> .....	427	432	597			
Other independent agencies: Historical and memorial commissions.....	*	*				
Total 405.....	427	432	597			
<b>409 Other natural resources programs:</b>						
Department of Defense—Civil.....	*	*	*			
Department of the Interior <sup>1</sup> .....	156	169	172			
Department of State.....	2	2	3			
Total 409.....	158	172	175			
<b>Deductions for offsetting receipts:</b>						
Interfund and intragovernmental transactions.....	—*	—1	—1			
Proprietary receipts from the public.....	—1,372	—1,324	—2,047			
Total natural resources.....	2,245	3,018	5,827	2	4	3

See footnotes at end of table.

Table 13. BUDGET AUTHORITY BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>500 COMMERCE AND TRANSPORTATION</b>						
<b>501 Air transportation:</b>						
Department of Transportation.....	902	1,325	1,765	-----	-----	-----
Other independent agencies: Civil Aeronautics Board.....	45	34	27	-----	-----	-----
Total 501.....	947	1,358	1,793	-----	-----	-----
<b>502 Water transportation:</b>						
Department of Commerce.....	344	271	426	-6	-7	-6
Department of Transportation <sup>1</sup> .....	544	579	625	-----	-----	-----
Other independent agencies: Temporary study commissions.....	5	1	-----	-----	-----	-----
Total 502.....	893	850	1,051	-6	-7	-6
<b>503 Ground transportation:</b>						
Department of Housing and Urban Development.....	7	-----	-----	-----	-----	-----
Department of Transportation <sup>1</sup> .....	5,841	5,888	8,737	100	100	100
Total 503.....	5,848	5,888	8,737	100	100	100
<b>505 Postal service:</b>						
Post Office Department.....	1,209	1,438	583	-----	-----	-----
<b>506 Advancement of business:</b>						
Department of Commerce <sup>1</sup> .....	343	492	450	-----	-----	-----
Department of Transportation <sup>1</sup> .....	21	33	53	-----	-----	-----
Other independent agencies:						
Small Business Administration.....	21	25	30	-----	175	242
Temporary study commissions.....	1	1	-----	-----	-----	-----
Total 506.....	385	552	534	-----	175	242
<b>507 Area and regional development:</b>						
Funds appropriated to the President.....	349	282	296	-----	-----	-----
Department of Commerce <sup>1</sup> .....	206	208	226	76	71	94
Department of the Interior <sup>1</sup> .....	202	205	150	*	-----	-----
Other independent agencies:						
Federal Field Committee for Development Planning in Alaska.....	*	*	*	-----	-----	-----
Intergovernmental agencies <sup>1</sup> .....	2	3	3	-----	-----	-----
National Council on Indian Opportunity.....	*	*	*	-----	-----	-----
Total 507.....	759	699	674	76	71	94

See footnotes at end of table.



Table 13. BUDGET AUTHORITY BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>500 COMMERCE AND TRANSPORTATION—Continued</b>						
508 Regulation of business:						
Department of Commerce.....	9	9	9			
Department of Justice.....	8	10	12			
Other independent agencies:						
Civil Aeronautics Board.....	10	11	11			
Federal Communications Commission.....	21	24	25			
Federal Maritime Commission.....	4	4	4			
Federal Trade Commission.....	17	21	21			
Interstate Commerce Commission.....	25	27	26	-1	-1	-1
Securities and Exchange Commission.....	19	22	22			
Total 508.....	112	128	129	-1	-1	-1
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions.....	-49	-39	-11			
Proprietary receipts from the public.....	-108	-105	-206			
Total commerce and transportation.....	9,998	10,769	13,285	169	339	429
<b>550 COMMUNITY DEVELOPMENT AND HOUSING</b>						
551 Concentrated community development:						
Funds appropriated to the President ..	696	771	869	3	6	2
Department of Housing and Urban Development.....	312	575	575			
Total 551.....	1,009	1,346	1,444	3	6	2
552 Community environment:						
Department of Housing and Urban Development.....	1,065	1,096	1,107			
553 Community facilities:						
Department of Housing and Urban Development.....	210	189	203	-1	-1	-1
554 Community planning and administration:						
Department of Housing and Urban Development.....	74	100	143			
555 Low- and moderate-income housing aids:						
Department of Housing and Urban Development.....	410	559	855	550	2,045	35

See footnotes at end of table.



Table 13. BUDGET AUTHORITY BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>550 COMMUNITY DEVELOPMENT AND HOUSING—Continued</b>						
556 Maintenance of the housing mortgage market:						
Department of Housing and Urban Development <sup>1</sup> .....	4	13	18	40	-----	-----
Other independent agencies: Federal Home Loan Bank Board.....	-----	8	-----	-----	3,000	-----
Total 556.....	4	22	18	40	3,000	-----
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions.....	-13	-----	-----	-----	-----	-----
Proprietary receipts from the public.....	—*	—*	—*	-----	-----	-----
Total community development and housing.....	2,759	3,312	3,769	592	5,051	36
<b>600 EDUCATION AND MANPOWER</b>						
601 Elementary and secondary education:						
Funds appropriated to the President.....	366	393	408	-----	-----	-----
Department of Health, Education, and Welfare.....	2,280	1,854	2,162	*	—*	*
Department of the Interior.....	173	219	233	-----	-----	-----
Total 601.....	2,819	2,466	2,803	*	—*	*
602 Higher education:						
Department of Health, Education, and Welfare.....	756	883	871	101	10	14
Department of Housing and Urban Development.....	54	62	63	300	-----	-----
Treasury Department.....	5	-----	-----	-----	-----	-----
Total 602.....	814	944	934	401	10	14
603 Vocational education:						
Department of Health, Education, and Welfare.....	256	289	379	-----	-----	-----
604 Manpower training:						
Funds appropriated to the President.....	882	778	180	-----	-----	-----
Department of Health, Education, and Welfare.....	118	130	170	-----	-----	-----
Department of Labor.....	414	658	1,421	-----	-----	-----
Total 604.....	1,414	1,566	1,771	-----	-----	-----

See footnotes at end of table.

Table 13. BUDGET AUTHORITY BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>600 EDUCATION AND MANPOWER—Continued</b>						
<b>605 Science education and basic research:</b>						
Other independent agencies: National Science Foundation <sup>1</sup> .....	400	440	513			
<b>608 Other education aids:</b>						
Legislative branch <sup>1</sup> .....	45	50	56			
Department of Health, Education, and Welfare .....	281	267	213			
Other independent agencies:						
Corporation for Public Broadcasting .....	5	15	22			
National Foundation on the Arts and the Humanities <sup>1</sup> .....	15	23	40			
Smithsonian Institution <sup>1</sup> .....	49	52	46			
Total 608 .....	395	408	377			
<b>609 Other manpower aids:</b>						
Department of the Interior .....	12	27	54			
Department of Labor <sup>1</sup> .....	769	859	928			
Other independent agencies:						
Equal Employment Opportunity Commission .....	9	13	19			
Federal Coal Mine Safety Board of Review .....	*	*				
Federal Mediation and Conciliation Service .....	8	9	10			
National Labor Relations Board .....	35	38	38			
National Mediation Board .....	2	2	2			
President's Committee on Consumer Interests .....	*	*	1			
President's Council on Youth Opportunity .....		*	*			
Temporary study commissions .....		*	1			
Total 609 .....	837	950	1,053			
<b>Deductions for offsetting receipts:</b>						
Interfund and intragovernmental transactions .....						
Proprietary receipts from the public .....	-13	-13	-14			
Total education and manpower .....	6,923	7,051	7,817	402	10	14

See footnotes at end of table.

Table 13. BUDGET AUTHORITY BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>650 HEALTH</b>						
651 Development of Health Resources: Department of Health, Education, and Welfare.....	2,072	2,024	2,026	7	—*	30
652 Providing or financing medical services: Department of Health, Education, and Welfare <sup>1 3</sup> .....	9,733	10,532	13,197	-----	-----	-----
653 Prevention and control of health problems: Department of Health, Education, and Welfare.....	556	584	657	-----	-----	-----
Deductions for offsetting receipts: <sup>5</sup> Interfund and intragovernmental transactions.....	-----	-----	-----	-----	-----	-----
Proprietary receipts from the public.....	—2	—1	—1	-----	-----	-----
Total health.....	12,359	13,138	15,879	7	—*	30
<b>700 INCOME SECURITY</b>						
701 Retirement and social insurance: The Judiciary (trust fund).....	1	2	2	-----	-----	-----
Department of Health, Education, and Welfare <sup>1 3</sup> .....	30,446	35,355	38,031	-----	-----	-----
Department of Labor <sup>1</sup> .....	3,368	3,376	3,374	-----	-----	-----
Department of State (trust fund).....	20	19	17	-----	-----	-----
Other independent agencies: Civil Service Commission <sup>1 3</sup> .....	4,339	4,218	4,625	—595	-----	-----
Railroad Retirement Board <sup>1 3</sup> .....	1,714	1,702	1,854	—50	-----	-----
Total 701.....	39,887	44,671	47,901	—645	-----	-----
702 Public assistance: Department of Agriculture.....	637	1,011	1,574	-----	-----	-----
Department of Health, Education, and Welfare <sup>1</sup> .....	3,694	4,433	5,672	3	4	4
Total 702.....	4,331	5,444	7,245	3	4	4
703 Social and individual services: The Judiciary (trust fund).....	*	1	1	-----	-----	-----
Funds appropriated to the President.....	45	170	65	-----	-----	-----
Department of Health, Education, and Welfare.....	946	1,277	1,379	-----	-----	-----
Total 703.....	992	1,447	1,445	-----	-----	-----

See footnotes at end of table.

Table 13. BUDGET AUTHORITY BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>700 INCOME SECURITY—Continued</b>						
Deductions for offsetting receipts: <sup>5</sup> .....						
Interfund and intragovernmental transactions .....						
Proprietary receipts from the public .....	-1	-1	-1			
Total income security .....	45,209	51,561	56,591	-641	4	4
<b>800 VETERANS BENEFITS AND SERVICES</b>						
<b>801 Income security:</b>						
Veterans Administration <sup>1</sup> .....	5,609	5,991	6,059	64	70	65
<b>802 Education, training, and rehabilitation:</b>						
Veterans Administration .....	720	991	1,196	*		
<b>803 Housing:</b>						
Veterans Administration .....	-133	-123	209	142	129	-203
<b>804 Hospital and medical care:</b>						
Veterans Administration <sup>1</sup> .....	1,553	1,786	1,812			
<b>809 Other veterans benefits and services:</b>						
Department of Defense—Civil <sup>1</sup> .....	24	25	27			
Veterans Administration .....	207	237	239			
Other independent agencies: American Battle Monuments Commission <sup>1</sup> .....	2	3	3			
Total 809 .....	233	264	269			
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions .....	-6	-5	-5			
Proprietary receipts from the public .....	-487	-479	-493			
Total veterans benefits and services .....	7,489	8,426	9,046	206	199	-138
<b>850 INTEREST</b>						
<b>851 Interest on the public debt:</b>						
Treasury Department .....	16,588	18,800	19,000			
<b>852 Interest on refunds of receipts:</b>						
Treasury Department .....	120	128	128			
<b>853 Interest on uninvested funds:</b>						
Treasury Department .....	7	11	13			

See footnotes at end of table.



Table 13. BUDGET AUTHORITY BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>850 INTEREST—Continued</b>						
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions.....	—640	—808	—1,041			
Proprietary receipts from the public.....	—285	—310	—301			
Total interest.....	15,791	17,821	17,799			
<b>900 GENERAL GOVERNMENT</b>						
<b>901 Legislative functions:</b>						
Legislative Branch.....	207	237	254			
<b>902 Judicial functions:</b>						
The Judiciary.....	110	130	134			
Other independent agencies: Indian Claims Commission.....	1	1	1			
Total 902.....	111	131	135			
<b>903 Executive direction and management:</b>						
Executive Office of the President.....	29	35	43			
Funds appropriated to the President.....	1	1	1			
Treasury Department.....	1	1	1			
General Services Administration.....	1	*	*			
Other independent agencies:						
Federal Radiation Council.....	*	*	*			
Temporary study commissions.....	1	1				
Total 903.....	33	39	45			
<b>904 Central fiscal operations:</b>						
Legislative Branch.....	60	69	75			
Treasury Department <sup>1</sup> .....	1,040	1,188	1,268			—*
Other independent agencies:						
Export-Import Bank of the United States.....	—3			3		
Renegotiation Board.....	3	4	4			
Tax Court of the United States <sup>1</sup> .....	3	3	3			
Temporary study commissions.....						
Total 904.....	1,103	1,263	1,350	3		—*
<b>905 General property and records management:</b>						
General Services Administration <sup>1</sup> .....	474	517	622	5	27	21
Other independent agencies: Temporary study commissions.....		1	2			
Total 905.....	474	518	624	5	27	21

See footnotes at end of table.



Table 13. BUDGET AUTHORITY BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>900 GENERAL GOVERNMENT—Con.</b>						
<b>906 Central personnel management:</b>						
Department of Labor <sup>1</sup> .....	69	61	110	-----	-----	-----
Other independent agencies:						
Civil Service Commission <sup>2</sup> .....	79	85	101	-----	-----	-----
Temporary study commissions.....	*	-----	-----	-----	-----	-----
Total 906.....	148	145	211	-----	-----	-----
<b>908 Law enforcement and justice:</b>						
Department of Justice <sup>1</sup> .....	537	839	1,117	-----	-----	-----
Treasury Department.....	24	34	51	-----	-----	-----
Other independent agencies:						
Administrative Conference of the United States.....	*	*	*	-----	-----	-----
Cabinet Committee on Opportunities for Spanish-Speaking People.....	-----	1	1	-----	-----	-----
Commission on Civil Rights.....	3	3	3	-----	-----	-----
Subversive Activities Control Board.....	*	*	*	-----	-----	-----
Temporary study commissions.....	*	*	*	-----	-----	-----
Total 908.....	564	878	1,173	-----	-----	-----
<b>909 National capital region:</b>						
Other independent agencies:						
Commission of Fine Arts.....	*	*	*	-----	-----	-----
District of Columbia.....	94	121	157	71	56	24
Intergovernmental agencies.....	44	126	180	-----	-----	-----
National Capital Planning Commission <sup>1</sup> .....	1	1	2	—*	—*	-----
Temporary study commissions.....	-----	*	*	-----	-----	-----
Total 909.....	139	248	339	71	56	24
<b>910 Other general government:</b>						
Legislative branch.....	8	10	19	-----	-----	-----
Department of Defense—Civil.....	60	65	53	—8	—*	—*
Department of the Interior.....	53	70	86	4	4	4
Treasury Department <sup>1</sup> .....	144	242	154	-----	-----	-----
Other independent agencies:						
Historical and memorial commissions <sup>1</sup> .....	*	*	*	-----	-----	-----
Intergovernmental agencies <sup>1</sup> .....	1	1	1	-----	-----	-----
Temporary study commissions.....	-----	1	-----	-----	-----	-----
Total 910.....	266	390	313	—4	4	4
<b>Deductions for offsetting receipts:<sup>4</sup></b>						
Interfund and intragovernmental transactions.....	—92	—103	—108	-----	-----	-----
Proprietary receipts from the public.....	—146	—150	—147	-----	-----	-----
Total general government.....	2,807	3,597	4,188	75	87	48

See footnotes at end of table.

Table 13. BUDGET AUTHORITY BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	NEW OBLIGATIONAL AUTHORITY			LOAN AUTHORITY		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
Allowances for:						
Revenue sharing.....			275			
Civilian and military pay increases....		175	1,400			
Contingencies.....		500	1,200			
Undistributed intragovernmental payments:						
Employer share, employee retirement.....	-2,018	-2,307	-2,366			
Interest received by trust funds.....	-3,099	-3,781	-4,273			
Total new obligational authority and loan authority.....	194,652	202,991	216,772	1,515	6,060	1,258
MEMORANDUM						
Federal funds.....	148,935	153,122	162,411	2,003	5,898	1,104
Trust funds.....	53,264	58,203	63,967	-488	162	154
Intragovernmental transactions.....	-7,547	-8,335	-9,605			

\*Less than \$500 thousand.

<sup>1</sup> Includes both Federal and trust funds.

<sup>2</sup> Net of interfund and intragovernmental transactions, and proprietary receipts from the public.

<sup>3</sup> Net of interfund and intragovernmental transactions.

<sup>4</sup> Excludes offsetting receipts which have been distributed by subfunction above: 1969, \$1,167; 1970, \$1,244; 1971, \$1,415.

<sup>5</sup> Excludes offsetting receipts which have been distributed by subfunction above: 1969, \$2,710; 1970, \$2,576; 1971, \$3,200.

Table 14. BUDGET OUTLAYS BY FUNCTION AND AGENCY  
(in millions of dollars)

Function and department or other unit	EXPENDITURES			NET LENDING		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>050 NATIONAL DEFENSE</b>						
<b>051 Department of Defense—Military:</b>						
Military personnel.....	21,374	22,301	20,911	-----	-----	-----
Retired military personnel.....	2,444	2,857	3,193	-----	-----	-----
Operation and maintenance.....	22,227	21,500	19,650	-----	-----	-----
Procurement.....	23,988	21,550	18,799	-----	-----	-----
Research, development, test, and evaluation.....	7,457	7,300	7,382	-----	-----	-----
Military construction.....	1,389	1,124	1,154	-----	-----	-----
Other <sup>1</sup> .....	-862	14	266	-2	1	1
<b>Deductions for offsetting receipts:</b>						
Interfund and intragovernmental transactions.....	-8	-7	-7	-----	-----	-----
Proprietary receipts from the public.....	-127	-133	-156	-----	-----	-----
Total 051.....	77,879	76,504	71,190	-2	1	1
<b>057 Military assistance: <sup>2</sup></b>						
Funds appropriated to the President <sup>1</sup> .....	789	495	600	-----	-----	-----
<b>058 Atomic energy: <sup>2</sup></b>						
Atomic Energy Commission <sup>1</sup> .....	2,450	2,461	2,411	-----	-----	-----
<b>059 Defense-related activities:</b>						
Executive Office of the President.....	3	3	3	-----	-----	-----
Funds appropriated to the President.....	168	20	-157	-2	-3	-1
Department of Health, Education, and Welfare.....	8	5	5	-----	-----	-----
Treasury Department <sup>1</sup> .....	*	*	*	—*	—*	—*
General Services Administration.....	18	19	23	-----	-----	-----
Other independent agencies: Selective Service System.....	65	74	75	-----	-----	-----
Total 059.....	262	122	-51	-2	-3	-1
<b>Deductions for offsetting receipts: <sup>4</sup></b>						
Interfund and intragovernmental transactions.....	-----	-----	-----	-----	-----	-----
Proprietary receipts from the public.....	-138	-150	-572	-----	-----	-----
Total national defense.....	81,244	79,434	73,583	-4	-2	—*
<b>150 INTERNATIONAL AFFAIRS AND FINANCE</b>						
<b>151 Conduct of foreign affairs:</b>						
Department of State <sup>1</sup> .....	357	381	398	-----	-----	-----
Other independent agencies:						
Arms Control and Disarmament Agency.....	10	11	10	-----	-----	-----
Foreign Claims Settlement Commission.....	1	1	1	-----	-----	-----
Tariff Commission.....	4	4	4	-----	-----	-----
Total 151.....	371	396	412	-----	-----	-----

See footnotes at end of table.

Table 14. BUDGET OUTLAYS BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>150 INTERNATIONAL AFFAIRS AND FINANCE—Continued</b>						
<b>152 Economic and financial assistance:</b>						
Funds appropriated to the President <sup>1</sup>	2,156	2,120	2,139			
Department of Agriculture.....	—*					
Department of State <sup>1</sup> .....	10	11	9			
Department of Transportation <sup>1</sup> .....	8	14	15			
Other independent agencies:						
Export-Import Bank of the United States.....	—117	—117	—116	363	718	311
U.S. Section of the United States-Mexico Commission on Border Development and Friendship.....	—*	*				
Total 152.....	2,057	2,028	2,046	363	718	311
<b>153 Foreign information and exchange activities:</b>						
Funds appropriated to the President.....	7	1	2			
Department of State <sup>1</sup> .....	47	39	43			
Other independent agencies: United States Information Agency <sup>1</sup> .....	184	197	195			
Total 153.....	237	237	241			
<b>154 Food for Freedom:</b>						
Department of Agriculture.....	975	971	852			
<b>Deductions for offsetting receipts:</b>						
Interfund and intragovernmental transactions.....	—*	—*	—*			
Proprietary receipts from the public.....	—217	—236	—273			
Total international affairs and finance.....	3,422	3,395	3,278	363	718	311
<b>250 SPACE RESEARCH AND TECHNOLOGY</b>						
<b>251 Manned space flight:</b>						
National Aeronautics and Space Administration.....	2,781	2,355	1,937			
<b>252 Space science and application:</b>						
National Aeronautics and Space Administration.....	569	634	612			
<b>253 Space technology:</b>						
National Aeronautics and Space Administration.....	344	337	306			

See footnotes at end of table.

Table 14. BUDGET OUTLAYS BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>250 SPACE RESEARCH AND TECHNOLOGY—Continued</b>						
254 Aircraft technology: National Aeronautics and Space Administration.....	168	180	184			
259 Supporting space activities: National Aeronautics and Space Administration <sup>1</sup> .....	390	387	376			
Deductions for offsetting receipts: Interfund and intragovernmental transactions.....						
Proprietary receipts from the public.....	-6	-6	-15			
Total space research and technology.....	4,247	3,886	3,400			
<b>350 AGRICULTURE AND RURAL DEVELOPMENT</b>						
351 Farm income stabilization: Department of Agriculture <sup>1</sup> .....	4,962	4,495	4,630	342	-10	-163
Other independent agencies: Farm Credit Administration <sup>1</sup> .....	-149	-*		-155		
Total 351.....	4,813	4,495	4,630	187	-10	-163
352 Rural housing and public facilities: Department of Agriculture <sup>1</sup> .....	125	155	207	293	661	-379
Department of Housing and Urban Development.....	-12	14	-4	-88		
Total 352.....	113	169	203	205	661	-379
354 Agricultural land and water resources: Department of Agriculture <sup>1</sup> .....	343	344	317	1	*	
355 Research and other agricultural services: Department of Agriculture <sup>1</sup> .....	645	726	799			
Other independent agencies: Temporary study commissions.....		*				
Total 355.....	645	726	799			
Deductions for offsetting receipts: Interfund and intragovernmental transactions.....	-6	-3				
Proprietary receipts from the public.....	-79	-39	-41			
Total agriculture and rural development.....	5,829	5,691	5,906	393	652	-542

See footnotes at end of table.



Table 14. BUDGET OUTLAYS BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>400 NATURAL RESOURCES</b>						
<b>401 Water resources and power:</b>						
Department of Agriculture <sup>1</sup> .....	100	121	123	1	2	1
Department of Defense—Civil <sup>1</sup> .....	1,244	1,235	1,395			
Department of the Interior <sup>1</sup> .....	687	710	957	4	4	4
Department of State.....	13	5	8			
Other independent agencies:						
Federal Power Commission.....	16	18	19			
Intergovernmental agencies.....	*	*	*			
Temporary study commissions.....	*	1	2			
Tennessee Valley Authority.....	187	224	425			
Water Resources Council <sup>1</sup> .....	4	5	6			
<b>Total 401</b> .....	2,251	2,319	2,936	6	6	5
<b>402 Land management:</b>						
Department of Agriculture <sup>1</sup> .....	473	549	590			
Department of the Interior <sup>1</sup> .....	168	194	180			
Other independent agencies: Temporary study commissions.....	2	2	1			
<b>Total 402</b> .....	643	746	771			
<b>403 Mineral resources:</b>						
Department of the Interior <sup>1</sup> .....	71	116	110			
<b>405 Recreational resources:</b>						
Department of the Interior <sup>1</sup> .....	372	447	546			
Other independent agencies: Historical and Memorial Commissions.....	*	*				
<b>Total 405</b> .....	372	447	546			
<b>409 Other natural resources programs:</b>						
Department of Defense—Civil.....	*	*	*			
Department of the Interior <sup>1</sup> .....	157	175	180	1	1	*
Department of State.....	2	2	2			
<b>Total 409</b> .....	159	177	183	1	1	*
<b>Deductions for offsetting receipts:</b>						
Interfund and intragovernmental transactions.....	—*	—1	—1			
Proprietary receipts from the public.....	—1,372	—1,324	—2,047			
<b>Total natural resources</b> .....	2,123	2,479	2,498	7	6	5

See footnotes at end of table.

Table 14. BUDGET OUTLAYS BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>500 COMMERCE AND TRANSPORTATION</b>						
<b>501 Air transportation:</b>						
Department of Transportation.....	998	1,252	1,636	-----	-----	-----
Other independent agencies: Civil Aeronautics Board.....	44	37	31	-----	-----	-----
Total 501.....	1,042	1,290	1,668	-----	-----	-----
<b>502 Water transportation:</b>						
Department of Commerce.....	322	328	341	-7	-9	-7
Department of Defense—Civil.....	-8	3	6	-----	-----	-----
Department of Transportation <sup>1</sup> .....	553	594	598	-----	-----	-----
Other independent agencies: Temporary study commissions.....	5	3	1	-----	-----	-----
Total 502.....	871	928	945	-7	-9	-7
<b>503 Ground transportation:</b>						
Department of Housing and Urban Development.....	2	4	4	-----	-----	-----
Department of Transportation <sup>1</sup> .....	4,411	4,761	4,842	—*	45	35
Total 503.....	4,413	4,765	4,846	—*	45	35
<b>505 Postal service:</b>						
Post Office Department.....	920	1,247	382	-----	-----	-----
<b>506 Advancement of business:</b>						
Funds appropriated to the President.....	1	*	-----	-----	-----	-----
Department of Commerce <sup>1</sup> .....	352	503	445	-----	-----	-----
Department of Housing and Urban Development.....	-10	-1	-8	-62	-----	-----
Department of Transportation <sup>1</sup> .....	21	31	44	-----	-----	-----
Other independent agencies:						
Federal Deposit Insurance Corporation (trust fund).....	-313	-333	-359	-----	-----	-----
Small Business Administration.....	128	69	83	-18	203	95
Temporary study commissions.....	*	1	*	-----	-----	-----
Total 506.....	179	271	206	-80	203	95
<b>507 Area and regional development:</b>						
Funds appropriated to the President.....	166	259	279	-----	-----	-----
Department of Commerce <sup>1</sup> .....	168	186	203	42	89	54
Department of the Interior <sup>1</sup> .....	201	182	169	5	-2	2
Other independent agencies:						
Federal Field Committee for Development Planning in Alaska.....	*	*	*	-----	-----	-----
Intergovernmental agencies <sup>1</sup> .....	2	3	3	-----	-----	-----
National Council on Indian Opportunity.....	*	*	*	-----	-----	-----
Total 507.....	537	630	655	47	87	55

See footnotes at end of table.

Table 14. BUDGET OUTLAYS BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>500 COMMERCE AND TRANSPORTATION—Continued</b>						
508 Regulation of business:						
Department of Commerce.....	9	9	8			
Department of Justice.....	8	10	11			
Treasury Department (trust fund).....	-2	-3	-3			
Other independent agencies:						
Civil Aeronautics Board.....	10	11	11			
Federal Communications Commission.....	20	24	25			
Federal Maritime Commission.....	4	4	4			
Federal Trade Commission.....	16	21	21			
Interstate Commerce Commission.....	25	27	26	-1	-1	-1
Securities and Exchange Commission.....	19	21	22			
Total 508.....	108	124	125	-1	-1	-1
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions.....	-49	-39	-11			
Proprietary receipts from the public.....	-108	-105	-206			
Total commerce and transportation.....	7,914	9,111	8,609	-41	325	176
<b>550 COMMUNITY DEVELOPMENT AND HOUSING</b>						
551 Concentrated community development:						
Funds appropriated to the President <sup>1</sup> .....	670	656	714	-2	4	-2
Department of Housing and Urban Development.....	15	300	530			
Total 551.....	686	956	1,244	-2	4	-2
552 Community environment:						
Department of Housing and Urban Development.....	595	1,115	1,127	37	7	46
553 Community facilities:						
Department of Housing and Urban Development.....	102	163	202	44	37	34
554 Community planning and administration:						
Department of Housing and Urban Development.....	47	81	97	*	1	-1
555 Low- and moderate-income housing aids:						
Department of Housing and Urban Development.....	344	548	861	527	605	638

See footnotes at end of table.

Table 14. BUDGET OUTLAYS BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>550 COMMUNITY DEVELOPMENT AND HOUSING—Continued</b>						
556 Maintenance of the housing mortgage market:						
Funds appropriated to the President..	—1					
Department of Housing and Urban Development ..	—388	—208	—211	272	—108	—136
Other independent agencies: Federal Home Loan Bank Board .....	—311	—148	—111	22	—6	—6
Total 556 .....	—700	—356	—323	294	—113	—142
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions .....	—13					
Proprietary receipts from the public ..	—*	—*	—*			
Total community development and housing .....	1,060	2,506	3,209	900	540	573
<b>600 EDUCATION AND MANPOWER</b>						
601 Elementary and secondary education:						
Funds appropriated to the President..	368	370	382			
Department of Health, Education, and Welfare .....	1,936	2,069	2,071	—1	*	—*
Department of the Interior .....	176	229	257			
Total 601 .....	2,481	2,668	2,710	—1	*	—*
602 Higher education:						
Department of Health, Education, and Welfare .....	959	1,075	1,189	92	90	110
Department of Housing and Urban Development ..	52	62	79	127	164	71
Treasury Department .....	*	5				
Total 602 .....	1,011	1,141	1,268	219	254	181
603 Vocational education:						
Department of Health, Education, and Welfare .....	262	266	329			
604 Manpower training:						
Funds appropriated to the President..	777	811	192			
Department of Health, Education, and Welfare .....	33	138	199			
Department of Labor .....	383	419	1,329			
Total 604 .....	1,193	1,368	1,720			

See footnotes at end of table.



Table 14. BUDGET OUTLAYS BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>600 EDUCATION AND MANPOWER—Continued</b>						
605 Science education and basic research:						
Other independent agencies: National Science Foundation <sup>1</sup> .....	490	490	490	-----	-----	-----
608 Other education aids:						
Legislative branch <sup>1</sup> .....	43	52	57	-----	-----	-----
Department of Health, Education, and Welfare.....	260	287	237	-----	-----	-----
Other independent agencies:						
Corporation for Public Broadcasting.....	5	15	22	-----	-----	-----
National Foundation on the Arts and the Humanities <sup>1</sup> .....	12	23	40	-----	-----	-----
Smithsonian Institution <sup>1</sup> .....	54	57	55	-----	-----	-----
Total 608.....	373	434	411	-----	-----	-----
609 Other manpower aids:						
Department of the Interior.....	11	27	54	-----	-----	-----
Department of Labor <sup>1</sup> .....	745	839	911	-----	-----	-----
Other independent agencies:						
Equal Employment Opportunity Commission.....	9	13	18	-----	-----	-----
Federal Coal Mine Safety Board of Review.....	*	*	*	-----	-----	-----
Federal Mediation and Conciliation Service.....	8	9	10	-----	-----	-----
National Labor Relations Board.....	34	38	37	-----	-----	-----
National Mediation Board.....	2	2	2	-----	-----	-----
President's Committee on Consumer interest.....	*	*	1	-----	-----	-----
President's Council on Youth Opportunity.....	*	*	*	-----	-----	-----
Temporary study commissions.....		*	1	-----	-----	-----
Total 609.....	810	929	1,034	-----	-----	-----
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions.....	-----	-----	-----	-----	-----	-----
Proprietary receipts from the public.....	-13	-13	-14	-----	-----	-----
Total education and manpower.....	6,607	7,284	7,948	219	254	181

See footnotes at end of table.



Table 14. BUDGET OUTLAYS BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>650 HEALTH</b>						
<b>651 Development of health resources:</b>						
Department of Health, Education, and Welfare.....	1,918	2,142	2,220	—*	1	15
Department of Housing and Urban Development.....	—*	*	—	—*	—	—
Total 651.....	1,918	2,142	2,220	—*	1	15
<b>652 Providing or financing medical services:</b>						
Department of Health, Education, and Welfare <sup>1 3</sup> .....	9,332	10,594	12,110	—	—	—
Other independent agencies: Civil Service Commission (trust fund).....	—17	—11	—4	—	—	—
Total 652.....	9,315	10,582	12,106	—	—	—
<b>653 Prevention and control of health problems:</b>						
Department of Health, Education, and Welfare.....	465	542	618	—	—	—
<b>Deductions for offsetting receipts: <sup>5</sup></b>						
Interfund and intragovernmental transactions.....	—	—	—	—	—	—
Proprietary receipts from the public.....	—2	—1	—1	—	—	—
Total health.....	11,696	13,264	14,942	—*	1	15
<b>700 INCOME SECURITY</b>						
<b>701 Retirement and social insurance:</b>						
The Judiciary (trust fund).....	1	1	1	—	—	—
Department of Health, Education, and Welfare <sup>1 3</sup> .....	26,791	29,848	33,762	—	—	—
Department of Labor <sup>1</sup> .....	2,286	2,898	3,246	—	—	—
Department of State (trust fund).....	14	17	19	—	—	—
Other independent agencies:						
Civil Service Commission <sup>1 3</sup> .....	2,246	2,663	3,052	—595	—	—
Railroad Retirement Board <sup>1 3</sup> .....	1,548	1,680	1,816	—50	—	—
Total 701.....	32,885	37,106	41,895	—645	—	—
<b>702 Public assistance:</b>						
Department of Agriculture.....	587	958	1,580	—	—	—
Department of Health, Education, and Welfare <sup>1</sup> .....	3,682	4,419	5,451	3	4	4
Total 702.....	4,269	5,377	7,031	3	4	4

See footnotes at end of table.

Table 14. BUDGET OUTLAYS BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>700 INCOME SECURITY—Continued</b>						
703 Social and individual services:						
The Judiciary (trust fund).....	*	1	1	-----	-----	-----
Funds appropriated to the President.....	20	145	115	-----	-----	-----
Department of Health, Education, and Welfare.....	867	1,201	1,338	-----	-----	-----
Total 703.....	888	1,347	1,454	-----	-----	-----
Deductions for offsetting receipts: <sup>5</sup>						
Interfund and intragovernmental transactions.....	-----	-----	-----	-----	-----	-----
Proprietary receipts from the public.....	-1	-1	-1	-----	-----	-----
Total income security.....	38,041	43,828	50,379	-641	4	4
<b>800 VETERANS BENEFITS AND SERVICES</b>						
801 Income security:						
Veterans Administration <sup>1</sup> .....	5,464	5,880	5,953	64	70	65
802 Education, training, and rehabilitation:						
Veterans Administration.....	701	1,000	1,206	*	-----	-----
803 Housing:						
Department of Housing and Urban Development.....	-12	-7	-11	-51	-----	-----
Veterans Administration.....	-24	-29	-29	189	198	-276
Total 803.....	-37	-36	-39	139	198	-276
804 Hospital and medical care:						
Veterans Administration <sup>1</sup> .....	1,566	1,787	1,796	-----	-----	-----
809 Other veterans benefits and services:						
Department of Defense—Civil <sup>1</sup> .....	28	27	27	-----	-----	-----
Veterans Administration.....	207	237	239	-----	-----	-----
Other independent agencies: American Battle Monuments Commission <sup>1</sup> .....	2	3	3	-----	-----	-----
Total 809.....	237	266	269	-----	-----	-----
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions.....	-6	-5	-5	-----	-----	-----
Proprietary receipts from the public.....	-487	-479	-493	-----	-----	-----
Total veterans benefits and services.....	7,438	8,414	8,685	202	268	-211

See footnotes at end of table.

Table 14. BUDGET OUTLAYS BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>850 INTEREST</b>						
851 Interest on the public debt:						
Treasury department.....	16,588	18,800	19,000	-----	-----	-----
852 Interest on refunds of receipts:						
Treasury Department.....	120	128	128	-----	-----	-----
853 Interest on uninvested funds:						
Treasury Department.....	7	11	13	-----	-----	-----
Deductions for offsetting receipts:						
Interfund and intragovernmental transactions.....	-640	-808	-1,041	-----	-----	-----
Proprietary receipts from the public.....	-285	-310	-301	-----	-----	-----
Total interest.....	15,791	17,821	17,799	-----	-----	-----
<b>900 GENERAL GOVERNMENT</b>						
901 Legislative functions:						
Legislative branch.....	192	234	242	-----	-----	-----
902 Judicial functions:						
The Judiciary.....	110	129	134	-----	-----	-----
Other independent agencies: Indian Claims Commission.....	1	1	1	-----	-----	-----
Total 902.....	110	130	135	-----	-----	-----
903 Executive direction and management:						
Executive Office of the President.....	28	36	42	-----	-----	-----
Funds appropriated to the President.....	1	1	1	-----	-----	-----
Treasury Department.....	1	1	1	-----	-----	-----
General Services Administration.....	1	1	*	-----	-----	-----
Other independent agencies:						
Federal Radiation Council.....	*	*	*	-----	-----	-----
Temporary study commissions.....	*	1	*	-----	-----	-----
Total 903.....	31	41	45	-----	-----	-----
904 Central fiscal operations:						
Legislative branch.....	59	69	74	-----	-----	-----
Treasury Department <sup>1</sup> .....	1,029	1,182	1,264	-----	-----	—*
Other independent agencies:						
Export-Import Bank of the United States.....	-3			3	-----	-----
Renegotiation Board.....	3	4	4	-----	-----	-----
Tax Court of the United States <sup>1</sup> .....	3	3	3	-----	-----	-----
Temporary study commissions.....	*	*		-----	-----	-----
Total 904.....	1,091	1,257	1,345	3	-----	—*

See footnotes at end of table.

Table 14. BUDGET OUTLAYS BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>900 GENERAL GOVERNMENT—Con.</b>						
<b>905 General property and records management:</b>						
General Services Administration <sup>1</sup> .....	562	604	611	5	27	20
Other independent agencies:						
Central Intelligence Agency.....	*	*				
Temporary study commissions.....		*	2			
Total 905.....	562	604	612	5	27	20
<b>906 Central personnel management:</b>						
Department of Labor <sup>1</sup> .....	68	81	85			
Other independent agencies: Civil Service Commission <sup>2</sup> .....	79	85	99			
Total 906.....	146	166	184			
<b>908 Law enforcement and justice:</b>						
Department of Justice <sup>1</sup> .....	508	735	975			
Treasury Department.....	23	33	48			
Other independent agencies:						
Administrative Conference of the United States.....	*	*	*			
Cabinet Committee on Opportunities for Spanish-Speaking People.....	—*	1	1			
Civil Service Commission.....	*	—*				
Commission on Civil Rights.....	3	3	3			
Subversive Activities Control Board.....	*	*	*			
Temporary study commissions.....	*	*	*			
Total 908.....	534	772	1,027			
<b>909 National capital region:</b>						
Other independent agencies:						
Commission of Fine Arts.....	*	*	*			
District of Columbia.....	89	131	144	65	103	146
Intergovernmental agencies.....	6	20	122			
National Capital Planning Commission <sup>1</sup> .....	1	2	2	—*	*	
Temporary study commissions.....		*	*			
Total 909.....	97	153	268	65	103	146
<b>910 Other general government:</b>						
Legislative Branch.....	—4	—1	8			
Department of Defense—Civil.....	62	66	60		—*	—*
Department of the Interior.....	60	71	87	7	4	5
Treasury Department <sup>1</sup> .....	143	243	153			
Other independent agencies:						
Historical and memorial commissions <sup>1</sup> .....	*	*	*			

See footnotes at end of table.



Table 14. BUDGET OUTLAYS BY FUNCTION AND AGENCY  
(in millions of dollars)—Continued

Function and department or other unit	EXPENDITURES			NET LENDING		
	1969 actual	1970 estimate	1971 estimate	1969 actual	1970 estimate	1971 estimate
<b>900 GENERAL GOVERNMENT—Con.</b>						
<b>910 Other general governments—Con.</b>						
Intergovernmental agencies <sup>1</sup> .....	*	1	1	-----	-----	-----
Temporary study commissions.....	-----	*	1	-----	-----	-----
Total 910.....	261	381	310	7	4	5
Deductions for offsetting receipts: <sup>4</sup>						
Interfund and intragovernmental transactions.....	-92	-103	-108	-----	-----	-----
Proprietary receipts from the public..	-146	-150	-147	-----	-----	-----
Total general government.....	2,786	3,485	3,914	80	134	171
Allowances for:						
Revenue sharing.....	-----	-----	275	-----	-----	-----
Civilian and military pay increases.....	-----	175	1,400	-----	-----	-----
Contingencies.....	-----	300	900	-----	-----	-----
Undistributed intragovernmental payments:						
Employer share, employee retirement..	-2,018	-2,307	-2,366	-----	-----	-----
Interest received by trust funds.....	-3,099	-3,781	-4,273	-----	-----	-----
Total expenditures and net lending..	183,080	194,985	200,088	1,476	2,900	683
<b>MEMORANDUM</b>						
Federal funds.....	146,783	153,894	154,333	2,036	2,809	604
Trust funds.....	43,844	49,426	55,361	-560	91	79
Intragovernmental transactions.....	-7,547	-8,335	-9,605	-----	-----	-----

\*Less than \$500 thousand.

<sup>1</sup> Includes both Federal and trust funds.

<sup>2</sup> Net of interfund and intragovernmental transactions, and proprietary receipts from the public.

<sup>3</sup> Net of interfund and intragovernmental transactions.

<sup>4</sup> Excludes offsetting receipts which have been distributed by subfunction above: 1969, \$1,167; 1970, \$1,244; 1971, \$1,415.

<sup>5</sup> Excludes offsetting receipts which have been distributed by subfunction above: 1969, \$2,710; 1970, \$2,576; 1971, \$3,200.



# DEPARTMENT OF AGRICULTURE

## AGRICULTURAL RESEARCH SERVICE

### Federal Funds

#### General and special funds:

#### SALARIES AND EXPENSES

For expenses necessary to perform agricultural research relating to production, utilization, marketing, nutrition and consumer use, to control and eradicate pests and plant and animal diseases, and to perform related inspection, quarantine and regulatory work: *Provided*, That appropriations hereunder shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$75,000 shall be available for employment under 5 U.S.C. 3109: *Provided further*, That appropriations hereunder shall be available for the operation and maintenance of aircraft and the purchase of not to exceed two for replacement only: *Provided further*, That appropriations hereunder shall be available pursuant to 7 U.S.C. 2250, for the construction, alteration, and repair of buildings and improvements, but unless otherwise provided, the cost of constructing any one building (except headhouses connecting greenhouses) shall not exceed \$25,000, except for six buildings to be constructed or improved at a cost not to exceed \$55,000 each, and the cost of altering any one building during the fiscal year shall not exceed \$7,500 or 7.5 per centum of the cost of the building, whichever is greater: *Provided further*, That the limitations on alterations contained in this Act shall not apply to a total of \$100,000 for facilities at Beltsville, Maryland: *Provided further*, That the limitations on construction contained in this Act shall not apply to a total of \$350,000 for construction of a post-mortem and incinerator facility for animal disease and parasite research:

Research: For research and demonstrations on the production and utilization of agricultural products; agricultural marketing and distribution, not otherwise provided for; home economics or nutrition and consumer use of agricultural and associated products; and related research and services; and for acquisition of land by donation, exchange, or purchase at a nominal cost not to exceed \$100; [\$131,802,200] \$141,437,200, and in addition not to exceed \$15,000,000 from funds available under section 32 of the Act of August 24, 1935, pursuant to Public Law 88-250 shall be transferred to and merged with this [appropriation, of which \$935,000 shall remain available until expended for plans, construction, and improvement of facilities without regard to limitations contained herein] appropriation: *Provided*, That the limitations contained herein shall not apply to replacement of buildings needed to carry out the Act of April 24, 1948 (21 U.S.C. 113a): *Provided further*, That none of the funds appropriated in this Act shall be used to formulate a budget estimate for fiscal [1971] 1972 of more than \$15,000,000 for research to be financed by transfer from funds available under section 32 of the Act of August 24, 1935, and pursuant to Public Law 88-250;

Plant and animal disease and pest control: For operations and measures, not otherwise provided for, to control and eradicate pests and plant and animal diseases and for carrying out assigned inspection, quarantine, and regulatory activities, as authorized by law, including expenses pursuant to the Act of February 28, 1947, as amended (21 U.S.C. 114b-c), [\$90,809,750] \$98,763,750, of which \$1,500,000 shall be apportioned for use pursuant to section 3679 of the Revised Statutes, as amended, for the control of outbreaks of insects, plant diseases and animal diseases to the extent necessary to meet emergency conditions: *Provided*, That no funds shall be used to formulate or administer a brucellosis eradication program for the current fiscal year that does not require minimum matching by any State of at least 40 per centum: *Provided further*, That [not to exceed \$1,500,000 shall remain available until expended for construction of facilities without regard to limitations contained herein: *Provided further*, That], in addition, in emergencies which threaten the livestock or poultry industries of the country, the Secretary may transfer from other appropriations or funds available to the agencies or corporations of the Department such sums as he may deem necessary, to be available only in such emergencies for the arrest and eradication of foot-and-mouth disease, rinderpest, contagious pleuropneumonia, or other contagious or infectious

diseases of animals, or European fowl pest and similar diseases in poultry, and for expenses in accordance with the Act of February 28, 1947, as amended, and any unexpended balances of funds transferred under this head in the next preceding fiscal year shall be merged with such transferred amounts;

Special fund: To provide for additional labor, subprofessional and junior scientific help to be employed under contracts and cooperative agreements to strengthen the work at research installations in the field, not more than \$2,000,000 of the amount appropriated under this head for the previous fiscal year may be used by the Administrator of the Agricultural Research Service in departmental research programs in the current fiscal year, the amount so used to be transferred to and merged with the appropriation otherwise available under "Salaries and expenses, Research". (5 U.S.C. 5901; 7 U.S.C. 135-135k, 145, 147a-148a, 148c-150j, 151-164a, 165a-167, 281-283, 391, 394a-396, 401-404, 421-422a, 424-425, 427, 427i, 428a, 429-430, 433-434, 436-437, 450-450b, 450i, 612c, 1292, 1441 note, 1621-1628, 1651-1656, 1884, 1901, 1904-1905, 2131-2154, 2201-2202, 2208, 2220, 2225, 2228-2229, 2232-2233, 2239, 2250-2250a, 2258-2260, 2262-2263; 10 U.S.C. 2306; 15 U.S.C. 69c; 16 U.S.C. 581-581a, 581f, 590a-590b, 590f, 590k; 18 U.S.C. 1114; 19 U.S.C. 1306a, 1306c; 20 U.S.C. 191-194; 21 U.S.C. 94-94a, 101-105, 111-114c, 114d-2 to 114d-6, 114e-131, 134-134h, 151-158, 342(a), 346-346a, 611-614, 618, 621, 622, 676; 42 U.S.C. 1476(b)-1476(e), 1483, 1891-1893; 45 U.S.C. 71-74; 46 U.S.C. 466a-466b; 49 U.S.C. 1474(a), 1509(d); 46 Stat. 67; 78 Stat. 939-940; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

#### Program and Financing (in thousands of dollars)

Identification code 05-04-1400-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
<b>1. Research:</b>			
(a) Farm research.....	107,742	105,841	106,096
(b) Utilization research and development.....	36,745	35,751	35,728
(c) Nutrition and consumer use research.....	4,863	4,394	4,317
(d) Marketing research.....	9,975	9,207	9,088
(e) Coordination of departmental and interdepartmental activities related to pests and their control.....	159	208	208
(f) Construction of facilities.....	11,845	8,183	5,515
(g) Contingencies.....	-----	1,000	1,000
<b>Total, research.....</b>	<b>171,331</b>	<b>164,584</b>	<b>161,952</b>
<b>2. Plant and animal disease and pest control:</b>			
(a) Plant disease and pest control.....	34,254	38,477	39,431
(b) Animal disease and pest control.....	48,398	51,665	52,665
(c) Pesticides regulation.....	3,846	4,268	6,668
(d) Construction of facilities.....	-----	-----	1,000
<b>Total, plant and animal disease and pest control.....</b>	<b>86,498</b>	<b>94,410</b>	<b>99,764</b>
<b>Total, program costs funded<sup>1</sup>.....</b>	<b>257,828</b>	<b>258,994</b>	<b>261,716</b>
<b>Changes in selected resources<sup>2</sup>.....</b>	<b>-16,828</b>	<b>-3,639</b>	<b>-1,702</b>
<b>10 Total obligations.....</b>	<b>241,001</b>	<b>255,355</b>	<b>260,014</b>

<sup>1</sup> Includes capital outlay as follows: 1969, \$24,125 thousand; 1970, \$17,149 thousand; 1971, \$15,425 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows:

	1968	1969 adjust-ments	1969	1970	1971
Stores.....	640	-----	911	911	911
Unpaid undelivered orders.....	44,222	-1,605	25,573	21,934	20,232
Advances.....	1,874	-----	1,819	1,819	1,819
<b>Total selected resources</b>	<b>46,736</b>	<b>-1,605</b>	<b>28,303</b>	<b>24,664</b>	<b>22,962</b>



## General and special funds—Continued

## SALARIES AND EXPENSES—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-04-1400-0-1-355		1969 actual	1970 est.	1971 est.
<b>Financing:</b>				
21	Unobligated balance available, start of year.....	-17,752	-7,306	-5,197
24	Unobligated balance available, end of year.....	7,306	5,197	384
25	Unobligated balance lapsing.....	3,323	-----	-----
<b>Budget authority.....</b>		<b>233,878</b>	<b>253,246</b>	<b>255,201</b>
<b>Budget authority:</b>				
<b>Current:</b>				
40	Appropriation.....	217,158	222,612	240,201
41	Transferred to other accounts.....	-280	-27	-----
43	Appropriation (adjusted).....	216,878	222,585	240,201
44.10	Proposed supplemental for wage-board increases.....	-----	1,120	-----
44.20	Proposed supplemental for civilian pay act increases.....	-----	12,541	-----
50	Reappropriation.....	2,000	2,000	-----
<b>Permanent:</b>				
62	Transferred from other accounts.....	15,000	15,000	15,000
63	Appropriation (adjusted).....	15,000	15,000	15,000
<b>Relation of obligations to outlays:</b>				
71	Obligations incurred, net.....	241,001	255,355	260,014
72	Obligated balance, start of year.....	60,457	55,913	64,628
74	Obligated balance, end of year.....	-55,913	-64,628	-71,891
77	Adjustments in expired accounts.....	-1,605	-----	-----
90	Outlays, excluding pay increase supplemental.....	243,939	233,628	252,102
91.10	Outlays from wage-board supplemental.....	-----	1,068	52
91.20	Outlays from civilian pay act supplemental.....	-----	11,944	597

Note.—Excludes \$49 thousand in 1971 for activities transferred to Salaries and expenses, Office of the Inspector General, Agriculture. 1969, \$49 thousand; 1970, \$49 thousand.

The Service conducts basic and applied research relating to the production, utilization and marketing of agricultural products, research on nutrition and consumer use, and carries out those control and regulatory programs of the Department which involve enforcement of plant and animal quarantine, the control of diseases and pests of animals and plants, and related work.

1. *Research.*—(a) *Farm research.*—Improved breeding, feeding, and management practices, including management of animal wastes, are developed for farm livestock, poultry, and domestic fur animals. Practical methods are sought for control of diseases, parasites, and insect pests affecting them and to protect them from toxic chemical poisons and other hazards.

Investigations are conducted to improve varieties of food, feed, fiber, and other plants, and to develop new crops; to improve crop-production practices, including methods to control plant diseases and nematodes, and reduce cost of production; and to develop safe chemical, biological, and other methods for control of harmful pests affecting farm production.

Investigations are conducted to improve the management of natural resources, including investigations to improve soil and water management (including salinity and saline soils), irrigation, and conservation practices; to study hydrologic problems of agricultural watersheds; to determine the relation of soil types and water to plant, animal, and human nutrition; and to apply engineering principles to improve efficiency and reduce costs of agricultural production.

The research is aimed at the profitable production of an adequate supply of food, feed, fiber, and other agricultural products of desired quality at minimum costs.

Attention continues to be given to the production of agricultural products having industrial uses. Increased attention has been given to studies on protection of plants, animals, and natural resources from harmful effects of polluted soil, water, and air. Research also concerns the application of remote sensing techniques in meeting agricultural problems. The proportion of funds going into basic research is currently estimated at 45% of the total funds for farm research. The basic research is fundamental to and strengthens the other research efforts.

The increase requested for 1971 would provide for expanded research to improve quality, reproductive and feed efficiency of beef; improve methods for the control of mastitis in dairy cattle; improve methods for diagnosis and control of bluetongue of sheep and cattle; improve potato varieties and production practices to control the golden nematode; expand remote sensing research; and conduct pollution research concerned with animal waste management.

(b) *Utilization research and development.*—Chemical, physical, and biological research is conducted to develop increased industrial uses of farm products, and new and improved foods, feeds, and fabrics; and to develop improved methods for processing agricultural commodities.

The research aim is to expand the demand for farm products by developing new and improved products and economical processes tailored to the requirements of the domestic and foreign markets. The research conducted includes studies to protect food and feed products from harmful micro-organisms and naturally occurring toxins and studies of health-related problems of tobacco. Increased effort is being given to the processing of agricultural commodities to minimize waste formation and to utilize waste products to avoid pollution.

No change in appropriation is proposed for this activity in 1971.

(c) *Nutrition and consumer use research.*—Studies are made of human nutritional requirements, composition and nutritive value of foods, and consumer and food economics. The research aim is to determine nutrient requirements and how foods can supply these to best assure nutritional well-being of people throughout their lifespan; to provide up-to-date information about food consumption and nutrition of the population; and to develop improved procedures for household preparation, care, and preservation of foods which will preserve their nutritional, sanitary, and wholesome quality.

No change in appropriation is proposed for this activity in 1971.

(d) *Marketing research.*—Practical answers to reduce costs and maintain product quality in moving products from farm to consumer are sought through research. For farm products as they pass through marketing channels, efforts are made to develop safe methods to protect against insect attack, find objective methods to determine quality, reduce losses from waste and spoilage, and improve efficiency in physical handling. The work includes research at each stage of marketing, such as assembly points and storage facilities, and of transportation at terminal or central markets. Research is also concerned with mycotoxins in agricultural products in relation to off-farm handling, conditioning, and storage.

No change in appropriation is proposed for this activity in 1971.



(e) *Coordination of departmental and interdepartmental activities related to pests and their control.*—The 1971 estimates continue the availability of \$208 thousand for the use of the Secretary to meet emergency situations relating to the safe use of pesticides. The project provides for coordination with the Department of Health, Education, and Welfare, Department of the Interior, and other agencies of the Federal Government in development of measures to protect the public health, producers, and resources.

(f) *Construction of facilities.*—The 1971 estimates provide for a decrease of \$935 thousand to eliminate nonrecurring amounts which were provided for planning and construction of facilities in 1970.

(g) *Contingencies.*—Beginning in 1962, \$1 million is available to meet urgent research needs that develop unexpectedly during the year, when such needs cannot be met by redirection of resources from other projects.

2. *Plant and animal disease and pest control.*—(a) *Plant disease and pest control.*—Programs are designed to keep out of this country by inspection at ports of entry those harmful insects, plant diseases, nematodes, and other pests that cause great damage to agriculture in other countries. Working with the States, programs are conducted to eradicate or prevent spread of crop pests that become established in this country. Assistance is given to the States to suppress incipient and emergency outbreaks of crop pests when and where they occur. The 1971 estimates propose increases for control of the imported fire ant and plant quarantine inspection at ports-of-entry because of increased travel and shipping; and the elimination of four programs: European chafer, soybean cyst nematode, phony peach and peach mosaic, and sweetpotato weevil.

The level of activities for plant pest control is shown by the selected examples that follow:

Acres treated (thousands):	1969 actual	1970 estimate	1971 estimate
Boll weevil.....	617	750	1,250
Cereal leaf beetle.....	58	100	100
Grasshopper.....	626	1,000	1,000
Gypsy moth.....	54	100	150
Imported fire ant.....	11,122	12,000	18,000
Japanese beetle.....	13	13	13
Pink bollworm.....	3,929	4,000	4,000
Sterile flies released (millions): Mexican fruit fly.....	49	30	25
Sterile moths released (millions): Pink bollworm (adult moth).....	18	90	210

The level of activities for plant quarantine inspection at ports of entry is as follows:

Plant import inspection:	1969 actual	1970 estimate	1971 estimate
Airplanes (thousands).....	296	325	340
Vessels (thousands).....	62	63	64
Vehicles from Mexico (millions).....	38	40	42
Baggage, pieces, including mandado (millions).....	75	82	90
Mail, packages (millions).....	68	70	71
Interceptions (thousands):			
Unauthorized plant materials.....	619	---	---
Plant pests.....	41	---	---

(b) *Animal disease and pest control.*—Programs are conducted to keep communicable diseases of foreign origin from entering this country and to prevent the spread of disease through interstate shipments of livestock or distribution of impure or impotent veterinary biologics. Other programs are directed at the control and eradication of livestock diseases. The animal welfare program is concerned with the humane care and handling of certain laboratory animals. The increase requested for 1971 would be used for the control of hog cholera and to establish an anti-hog cholera serum reserve.

The level of activities for the major control programs on animal diseases and pests is as follows:

Brucellosis:	1969 actual	1970 estimate	1971 estimate
Certified free States, plus Virgin Islands.....	15	21	28
Modified certified States, plus Puerto Rico.....	29	27	20
Herds tested (thousands):			
Blood tests.....	307	275	250
Milk ring tests.....	1,394	1,250	1,100
Reactors found (thousands).....	130	---	---
Hog cholera:			
Hog cholera-free States.....	12	17	31
Suspicious outbreaks reported.....	5,397	---	---
Outbreaks confirmed.....	1,055	---	---
Tuberculosis:			
Modified accredited States, plus Puerto Rico and Virgin Islands.....	51	51	52
Cattle tested (thousands).....	4,501	4,500	5,000
Reactors found (thousands).....	2.6	---	---
Scabies:			
Sheep inspected (millions).....	10	10	10
Infected sheep:			
Psoroptic.....	647	---	---
Chorioptic.....	841	---	---
Cattle inspected (millions).....	29	27	27
Infected cattle:			
Psoroptic.....	1,554	---	---
Chorioptic.....	30,131	---	---
Sarcoptic.....	1,390	---	---
Screwworm:			
Sterile flies released (millions).....	7,287	7,800	7,500
Cases in United States outside of barrier.....	3,266	250	225
Cases in United States part of barrier.....	5,936	650	650
Cases in Mexico part of barrier.....	17,803	10,000	8,500
Salmonella: States with cooperative rendering plant programs, plus Puerto Rico.....	51	51	51
Ticks:			
Cattle inspected (millions).....	1	1	1
Outbreaks.....	47	---	---
Veterinary Biologics:			
Serials produced.....	13,068	13,100	13,100
Serials potency tested.....	3,754	1,600	1,700
Unsatisfactory for potency.....	104	---	---
Serials sterility tested.....	6,771	2,720	2,800
Unsatisfactory for sterility.....	93	---	---
Public stockyards inspection:			
Animals inspected (millions).....	42.4	41.8	41.0
Diseased animals found (thousands).....	403	---	---

The level of activities for animal inspections and quarantine is as follows:

Animal import inspection:	1969 actual	1970 estimate	1971 estimate
All animals (thousands).....	1,068	1,000	1,100
Import animal byproducts, pounds (millions).....	952	1,000	1,100
Vessels inspected—sea stores and garbage (thousands).....	39	46	50

(c) *Pesticides regulation.*—This activity is concerned with administration of the Federal Insecticide, Fungicide, and Rodenticide Act, as amended, and related provisions of the Federal Food, Drug, and Cosmetic Act. The increase requested for 1971 would be used to expand and strengthen enforcement and registration activities under the act.

The level of activities for pesticides regulation is as follows:

Enforcement:	1969 actual	1970 estimate	1971 estimate
Samples collected.....	6,758	7,200	9,200
Violative products.....	1,022	---	---
Shipments seized.....	57	---	---
Recall actions—violative products.....	42	60	100
Product registration:			
New.....	3,437	4,000	4,000
Amended.....	6,696	6,500	6,500
Cancelled.....	3,544	2,000	2,000
Total, end of period.....	45,014	47,000	49,000
Label reviews.....	28,017	30,000	30,000

## General and special funds—Continued

## SALARIES AND EXPENSES—Continued

Registration workload depends on the activity of the industry in developing new products and new use claims (amended registrations) for currently registered products.

(d) *Construction of facilities.*—The 1971 estimates provide for a decrease of \$1,500 thousand to eliminate non-recurring amounts which were provided for planning and construction of facilities in 1970.

## Object Classification (in thousands of dollars)

Identification code 05-04-1400-0-1-355	1969 actual	1970 est.	1971 est.
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## AGRICULTURAL RESEARCH SERVICE

Personnel compensation:			
11.1 Permanent positions.....	135,978	147,371	148,244
11.3 Positions other than permanent.....	8,654	9,382	9,370
11.5 Other personnel compensation.....	1,698	1,863	1,864
Total personnel compensation.....	146,330	158,616	159,478
12.1 Personnel benefits: Civilian employees.....	11,938	13,058	13,394
13.0 Benefits for former personnel.....	18		
21.0 Travel and transportation of persons.....	4,811	5,179	5,461
22.0 Transportation of things.....	947	946	985
23.0 Rent, communications, and utilities.....	5,220	5,902	5,885
24.0 Printing and reproduction.....	1,345	1,353	1,429
25.0 Other services.....	27,331	35,529	38,339
26.0 Supplies and materials.....	17,483	16,752	18,005
31.0 Equipment.....	8,460	7,110	5,519
32.0 Lands and structures.....	6,244	2,691	6,193
41.0 Grants, subsidies, and contributions:			
Grants for research.....	1,203	2,000	2,000
Payments to Mexican-United States			
Commission for the Prevention of			
Foot-and-Mouth Disease.....	38	45	45
42.0 Insurance claims and indemnities.....	11		
Indemnities:			
Tuberculosis.....	131	200	200
Brucellosis.....	1,324	1,113	1,113
Scrapie of sheep.....	54	45	45
Hog cholera.....	2,243	2,531	1,952
Claims—Federal Tort Claims Act.....	32		
Subtotal.....	235,164	253,070	260,043
95.0 Quarters and subsistence charges.....	-90	-89	-89
Total obligations, Agricultural Research Service.....	235,074	252,981	259,954

ALLOTMENT AND ALLOCATION  
ACCOUNTS

11.1 Personnel compensation: Permanent positions.....	22	25	25
12.1 Personnel benefits: Civilian employees.....	2	2	2
21.0 Travel and transportation of persons.....	18	19	1
24.0 Printing and reproduction.....	23	11	3
25.0 Other services.....	745	561	29
26.0 Supplies and materials.....	8		
32.0 Lands and structures.....	5,110	1,756	
Total obligations, allotment and allocation accounts.....	5,927	2,374	60
99.0 Total obligations.....	241,001	255,355	260,014

## Obligations are distributed as follows:

Agricultural Research Service.....	235,074	252,981	259,954
National Agricultural Library.....	1		
Office of Information.....	75	60	60
General Services Administration.....	5,850	2,314	

## Personnel Summary

AGRICULTURAL RESEARCH  
SERVICE

Total number of permanent positions.....	14,152	13,977	14,071
Full-time equivalent of other positions.....	1,610	1,646	1,642
Average number of all employees.....	15,382	15,235	15,216
Average GS grade.....	8.7	8.8	8.8
Average GS salary.....	\$10,480	\$11,561	\$11,579
Average salary of ungraded positions.....	\$6,471	\$6,882	\$6,882

## ALLOTMENT ACCOUNTS

Total number of permanent positions.....	2	2	2
Average number of all employees.....	2	2	2
Average GS grade.....	8.3	8.5	8.5
Average GS salary.....	\$9,482	\$10,642	\$10,822

## SALARIES AND EXPENSES (SPECIAL FOREIGN CURRENCY PROGRAM)

For payments, in foreign currencies owed to or owned by the United States for market development research authorized by section 104(b)(1) and for agricultural and forestry research and other functions related thereto authorized by section 104(b)(3) of the Agricultural Trade Development and Assistance Act of 1954, as amended (7 U.S.C. 1704(b) (1), (3)), \$5,000,000, to remain available until expended: *Provided*, That this appropriation shall be available, in addition to other appropriations for these purposes, for payments in the foregoing currencies: *Provided further*, That funds appropriated herein shall be used for payments in such foreign currencies as the Department determines are needed and can be used most effectively to carry out the purposes of this paragraph: *Provided further*, That not to exceed \$25,000 of this appropriation shall be available for payments in foreign currencies for expenses of employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), as amended by 5 U.S.C. 3109. (*Department of Agriculture and Related Agencies Appropriation Act, 1970.*)

## Program and Financing (in thousands of dollars)

Identification code 05-04-1404-0-1-355	1969 actual	1970 est.	1971 est.
Program by activities:			
1. Market development research (sec. 104(b)(1)).....	2,057	1,800	1,600
2. Agricultural and forestry research (sec. 104(b)(3)).....	5,184	6,500	6,300
3. Translation and dissemination of scientific publications (sec. 104(b)(3)).....	169	157	155
Total program costs, funded <sup>1</sup> .....	7,411	8,457	8,055
Change in selected resources <sup>2</sup> .....	-1,705	-2,625	-2,693
10 Total obligations.....	5,705	5,832	5,362
Financing:			
21 Unobligated balance available, start of year.....	-2,212	-1,194	-362
22 Unobligated balance transferred from other accounts.....	-188		
24 Unobligated balance available, end of year.....	1,194	362	
40 Budget authority (appropriation).....	4,500	5,000	5,000
Relation of obligations to outlays:			
71 Obligations incurred, net.....	5,705	5,832	5,362
72 Obligated balance, start of year.....	19,859	18,720	16,742
73 Obligated balance transferred, net.....	209		
74 Obligated balance, end of year.....	-18,720	-16,742	-14,527
90 Outlays.....	7,053	7,810	7,577

<sup>1</sup> Includes capital outlay as follows: 1969, \$0; 1970, \$5 thousand; 1971, \$5 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$19,284 thousand (1969 adjustments, \$207 thousand); 1969, \$17,786 thousand; 1970, \$15,161 thousand; 1971, \$12,468 thousand.



Foreign currencies, generated by the sale of surplus agricultural commodities under title I of the Agricultural Trade Development and Assistance Act of 1954, as amended, are used by the Department for market development research under subsection 104(b)(1) and for agricultural and forestry research under subsection 104(b)(3) of the Act. Work is carried on through agreements, in both basic and applied fields, by research institutions and organizations in foreign countries. In addition to developing scientific information of great importance to American agriculture, the research under this program contributes to the solution of agricultural production and related problems of the countries in which it operates. Accordingly, it represents an important component in achievement of U.S. foreign policy and technical assistance in the food and agricultural area. It serves to preserve and expand existing markets and develop new ones for agricultural commodities, including cotton, dairy products, fats and oils, grain, feed, livestock and meat, poultry, and fruit and vegetables. It also provides for research supplementary to domestic programs on farm, forest, marketing, utilization, agricultural economics, and human nutrition problems. Specialized projects provide for the translation and dissemination of foreign language scientific publications. No change in appropriation is proposed for 1971. The 1971 appropriation will be used to purchase those currencies determined to be excess to the normal requirements of the United States. Total estimated cost in U.S. dollars (charged to regular appropriations) for program direction and supervision of projects in 1971 is \$526 thousand.

## Object Classification (in thousands of dollars)

Identification code 05-04-1404-0-1-355	1969 actual	1970 est.	1971 est.
<b>AGRICULTURAL RESEARCH SERVICE</b>			
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	41	50	50
11.5 Other personnel compensation.....	6	5	5
Total personnel compensation.....	47	55	55
12.1 Personnel benefits: Civilian employees.....	16	13	12
21.0 Travel and transportation of persons.....	50	50	50
22.0 Transportation of things.....	8	11	11
23.0 Rent, communications, and utilities.....	26	50	50
25.0 Other services.....	83	180	171
26.0 Supplies and materials.....	3	9	8
31.0 Equipment.....	1	5	5
41.0 Grants, subsidies, and contributions:			
Grants for research.....	5,314	5,309	4,850
Total obligations, Agricultural Research Service.....	5,548	5,682	5,212
<b>ALLOCATION TO NATIONAL SCIENCE FOUNDATION</b>			
25.0 Other services.....	157	150	150
99.0 Total obligations.....	5,705	5,832	5,362
<b>Personnel Summary</b>			
Total number of permanent positions.....	18	16	16
Average number of all employees.....	18	15	15
Average GS grade.....	8.7	8.8	8.8
Average GS salary.....	\$10,480	\$11,561	\$11,579
Average salary of ungraded positions.....	\$6,471	\$6,882	\$6,882

## CONSTRUCTION OF FACILITIES

## Program and Financing (in thousands of dollars)

Identification code 05-04-1405-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Construction of facilities (program costs, funded) <sup>1</sup> .....	6	-----	-----
Change in selected resources <sup>2</sup> .....	-6	-----	-----
10 Total obligations.....	-----	-----	-----
<b>Financing:</b>			
21 Unobligated balance available, start of year.....	-1	-1	-----
24 Unobligated balance available, end of year.....	1	-----	-----
25 Unobligated balance lapsing.....	-----	1	-----
Budget authority.....	-----	-----	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	-----	-----	-----
72 Obligated balance, start of year.....	7	-----	-----
90 Outlays.....	7	-----	-----

<sup>1</sup> Includes capital outlay, \$1 thousand.<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$6 thousand; 1969, \$0; 1970, \$0; 1971, \$0.

Funds were appropriated in 1961 and 1962 for construction of facilities for research at a number of locations. With the completion of the laboratory for research on biological control of insects at Columbia, Mo., in May 1967, all the principal facilities authorized by this appropriation have been provided. Obligations incurred in fiscal year 1968 were for the installation of laboratory equipment at the Soil and Water Research Laboratory at Ithaca, N.Y. At the end of fiscal year 1969, there was an outstanding claim of only \$300. Payment of this amount in 1970 will close out this account.

## ANIMAL QUARANTINE STATION

## Program and Financing (in thousands of dollars)

Identification code 05-04-5222-0-2-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Construction of facilities (program costs, funded).....	-----	150	371
Change in selected resources <sup>1</sup> .....	-----	50	-50
10 Total obligations.....	-----	200	321
<b>Financing:</b>			
21 Unobligated balance available, start of year.....	-94	-94	-321
24 Unobligated balance available, end of year.....	94	321	-----
60 Budget authority (appropriation) (permanent, indefinite, special fund).....	-----	427	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	-----	200	321
72 Obligated balance, start of year.....	6	-----	100
74 Obligated balance, end of year.....	-----	-100	-94
90 Outlays.....	6	100	327

<sup>1</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$0; 1969, \$0; 1970, \$50 thousand; 1971, \$0.

Public Law 88-592, approved September 12, 1964, authorized the sale of the Animal Quarantine Station at Clifton, N.J., to the city of Clifton, and application of the



## General and special funds—Continued

## ANIMAL QUARANTINE STATION—Continued

proceeds of sale to the planning and construction costs of a new station in the New York-New Jersey port and airport area. An additional \$1.5 million for construction of this station was provided in 1970 under the appropriation, Salaries and expenses, for the remainder of the cost of \$2,027 thousand for the new station.

## Object Classification (in thousands of dollars)

Identification code 05-04-5222-0-2-355	1969 actual	1970 est.	1971 est.
25.0 Other services.....		200	
32.0 Lands and structures.....			321
99.0 Total obligations.....		200	321

## Intragovernmental funds:

## WORKING CAPITAL FUND, AGRICULTURAL RESEARCH CENTER

## Program and Financing (in thousands of dollars)

Identification code 05-04-4606-0-4-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Operating costs:			
Maintenance and operation of central facilities and services:			
Cost of materials sold or applied.....	1,307	1,246	1,246
Other expense.....	3,770	3,854	3,889
Total operating costs, funded.....	5,078	5,100	5,135
Capital outlay: Purchase of equipment....	60	50	50
Total program costs, funded.....	5,137	5,150	5,185
Change in selected resources <sup>1</sup> .....	-165		
10 Total obligations.....	4,972	5,150	5,185
<b>Financing:</b>			
11 Receipts and reimbursements from: Federal funds:			
Sale of goods and services.....	-5,213	-5,132	-5,167
Other revenue.....	-18	-18	-18
Change in unfilled customers orders.....	195		
21 Unobligated balance available, start of year	-582	-646	-646
24 Unobligated balance available, end of year	646	646	646
<b>Budget authority.....</b>			
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	-64		
72 Receivables in excess of obligations, start of year	-170	-65	-65
74 Receivables in excess of obligations, end of year	65	65	65
90 Outlays.....	-170		

<sup>1</sup> Selected resources as of June 30, are as follows:

	1968	1969	1970	1971
Stores.....	229	184	184	184
Unpaid undelivered orders.....	352	232	232	232
Total.....	581	416	416	416

This fund finances, on a reimbursable basis, central facilities and services furnished to agencies at the Agricultural Research Center (64 Stat. 658). The capital consists of \$300 thousand appropriated in 1951 and donated assets of \$347 thousand as of June 30, 1969. Earnings are retained to furnish adequate working capital.

## Object Classification (in thousands of dollars)

Identification code 05-04-4606-0-4-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	2,425	2,564	2,596
11.3 Positions other than permanent.....	192	201	202
11.5 Other personnel compensation.....	80	84	84
Total personnel compensation.....	2,697	2,849	2,882
12.1 Personnel benefits: Civilian employees.....	219	224	226
22.0 Transportation of things.....	1	1	1
23.0 Rent, communications, and utilities.....	682	685	685
25.0 Other services.....	91	95	95
26.0 Supplies and materials.....	1,244	1,246	1,246
31.0 Equipment.....	38	50	50
42.0 Insurance claims and indemnities.....	1		
99.0 Total obligations.....	4,972	5,150	5,185

## Personnel Summary

Total number of permanent positions.....	330	327	327
Full-time equivalent of other positions.....	39	39	39
Average number of all employees.....	359	359	358
Average GS grade.....	8.7	8.8	8.8
Average GS salary.....	\$10,480	\$11,561	\$11,579
Average salary of ungraded positions.....	\$6,471	\$6,882	\$6,882

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-04-3914-0-4-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Research.....	3,200	3,714	2,585
2. Plant and animal disease and pest control.....	1,969	2,061	2,090
3. Construction of facilities.....	317	163	
4. Miscellaneous services to other accounts.....	34	33	28
5. Agency for International Development (funds appropriated to the President).....	1,495	1,628	1,496
Total program costs, funded <sup>1</sup> .....	7,015	7,599	6,199
Change in selected resources <sup>2</sup> .....	-276	-7	
10 Total obligations.....	6,739	7,592	6,199
<b>Financing:</b>			
Receipts and reimbursements from:			
11 Federal funds.....	-4,610	-5,412	-4,003
13 Trust funds.....	-98	-102	-97
14 Non-Federal sources <sup>3</sup> .....	-2,031	-2,078	-2,099
<b>Budget authority.....</b>			

## Relation of obligations to outlays:

71 Obligations incurred, net.....			
90 Outlays.....			

<sup>1</sup> Includes capital outlay as follows: 1969, \$423 thousand; 1970, \$859 thousand; 1971, \$255 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$242 thousand (1969 adjustments, \$41 thousand); 1969, \$7 thousand; 1970, \$0; 1971, \$0.

<sup>3</sup> Reimbursements from non-Federal sources above are from proceeds of sales of charts (7 U.S.C. 1387) and personal property (40 U.S.C. 481(c)); from payments by non-Federal agencies for overtime work and travel performed in connection with inspection and quarantine services (7 U.S.C. 394a, 396, 2260); from cooperating State, county, municipal, and private organizations for soil and water conservation work (16 U.S.C. 590A); and from refunds of terminal leave payments (5 U.S.C. 5551(a), 6306(a)(b)).

## Object Classification (in thousands of dollars)

Identification code 05-04-3914-0-4-355	1969 actual	1970 est.	1971 est.
<b>AGRICULTURAL RESEARCH SERVICE</b>			
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	2,403	2,403	2,241
11.3 Positions other than permanent.....	150	147	134
11.5 Other personnel compensation.....	1,322	1,409	1,438
Total personnel compensation.....	3,875	3,959	3,813
12.1 Personnel benefits: Civilian employees.....	205	211	198
13.0 Benefits for former personnel.....	3	-----	-----
21.0 Travel and transportation of persons.....	138	172	157
22.0 Transportation of things.....	51	101	93
23.0 Rent, communications, and utilities.....	74	90	71
24.0 Printing and reproduction.....	82	16	14
25.0 Other services.....	1,191	1,290	955
26.0 Supplies and materials.....	677	874	644
31.0 Equipment.....	362	233	255
32.0 Lands and structures.....	39	593	-----
Subtotal.....	6,697	7,539	6,200
95.0 Quarters and subsistence charges.....	-2	-1	-1
Total obligations, Agricultural Research Service.....	6,695	7,538	6,199
<b>ALLOCATION TO GENERAL SERVICES ADMINISTRATION</b>			
25.0 Other services.....	22	20	-----
32.0 Lands and structures.....	22	34	-----
Total obligations, General Services Administration.....	44	54	-----
99.0 Total obligations.....	6,739	7,592	6,199

## Personnel Summary

Total number of permanent positions.....	207	189	178
Full-time equivalent of other positions.....	28	27	25
Average number of all employees.....	234	217	202
Average GS grade.....	8.7	8.8	8.8
Average GS salary.....	\$10,480	\$11,561	\$11,579
Average salary of ungraded positions.....	\$6,471	\$6,882	\$6,882

## Trust Funds

## AGRICULTURAL RESEARCH SERVICE

## Program and Financing (in thousands of dollars)

Identification code 05-04-9999-0-7-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Expenses and refunds, inspection, certification, and quarantine of animal products.....	71	67	71
2. Expenses, feed, and attendants for animals in quarantine.....	122	127	132
3. Miscellaneous contributed funds.....	855	1,199	950
4. Prior year advances returned.....	89	11	-----
Total program costs, funded <sup>1</sup> .....	1,138	1,404	1,153
Change in selected resources <sup>2</sup> .....	37	22	-39
10 Total obligations.....	1,174	1,426	1,114
<b>Financing:</b>			
21 Unobligated balance available, start of year.....	-314	-475	-121
24 Unobligated balance available, end of year.....	475	121	66
60 Budget authority (appropriation) (permanent).....	1,336	1,072	1,059
<b>Distribution of budget authority by account:</b>			
Expenses and refunds, inspection, certification, and quarantine of animal products.....	59	70	70

## Expenses, feed, and attendants for animals

in quarantine.....	113	133	142
Miscellaneous contributed funds.....	1,164	869	847
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	1,174	1,426	1,114
72 Obligated balance, start of year.....	132	146	202
74 Obligated balance, end of year.....	-146	-202	-171
90 Outlays.....	1,161	1,370	1,145

## Distribution of outlays by account:

Expenses and refunds, inspection, certification, and quarantine of animal products.....	73	65	70
Expenses, feed, and attendants for animals in quarantine.....	123	125	130
Miscellaneous contributed funds.....	965	1,180	945

<sup>1</sup> Includes capital outlay as follows: 1969, \$11 thousand; 1970, \$51 thousand; 1971, \$20 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$67 thousand; 1969, \$104 thousand; 1970, \$126 thousand; 1971, \$87 thousand.

The following services are financed by fees and miscellaneous contributions advanced by importers, manufacturers, States, organizations, individuals, and others.

1. *Expenses and refunds, inspection, certification, and quarantine of animal products* and byproducts not intended for human food, and for other purposes, moving in interstate and foreign commerce primarily to prevent introduction and spread of animal diseases (7 U.S.C. 1622h and n), (21 U.S.C. 111) are paid from fees advanced for services to be rendered.

2. *Expenses, feed, and attendants for animals in quarantine* are paid from fees advanced by importers (21 U.S.C. 102).

3. *Miscellaneous contributed funds* received from States, local organizations, individuals, and others are available for work under cooperative agreements on miscellaneous farm, utilization, and marketing research activities, plant and animal quarantine inspection, and cooperative plant and animal disease and pest control activities (7 U.S.C. 450b, 2220).

## Object Classification (in thousands of dollars)

Identification code 05-04-9999-0-7-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	287	292	256
11.3 Positions other than permanent.....	82	72	71
11.5 Other personnel compensation.....	16	27	26
Total personnel compensation.....	385	391	353
12.1 Personnel benefits: Civilian employees.....	30	32	28
21.0 Travel and transportation of persons.....	58	86	67
22.0 Transportation of things.....	2	17	7
23.0 Rent, communications, and utilities.....	15	18	17
24.0 Printing and reproduction.....	1	4	2
25.0 Other services.....	168	237	161
26.0 Supplies and materials.....	399	597	460
31.0 Equipment.....	28	34	20
44.0 Refunds.....	89	11	-----
Subtotal.....	1,175	1,427	1,115
95.0 Quarters and subsistence charges.....	-1	-1	-1
99.0 Total obligations.....	1,174	1,426	1,114

## Personnel Summary

Total number of permanent positions.....	37	34	32
Full-time equivalent of other positions.....	15	13	13
Average number of all employees.....	48	45	41
Average GS grade.....	8.7	8.8	8.8
Average GS salary.....	\$10,480	\$11,561	\$11,579
Average salary of ungraded positions.....	\$6,471	\$6,882	\$6,882



## COOPERATIVE STATE RESEARCH SERVICE

## Federal Funds

## General and special funds:

## PAYMENTS AND EXPENSES

For payments to agricultural experiment stations, for grants for cooperative forestry and other research, for facilities, and for other expenses, including [\$55,189,000] \$64,099,000 to carry into effect the provisions of the Hatch Act, approved March 2, 1887, as amended by the Act approved August 11, 1955 (7 U.S.C. 361a-361i), including administration by the United States Department of Agriculture; [\$3,785,000] \$4,412,000 for grants for cooperative forestry research under the Act approved October 10, 1962 (16 U.S.C. 582a-582a-7), [\$2,000,000] \$3,350,000, in addition to funds otherwise available for contracts and grants for scientific research under the Act of August 4, 1965 (7 U.S.C. 450i), of which \$1,000,000 shall be for the special cotton research program and \$400,000 for soybean research; [\$1,000,000 for grants for facilities under the Act approved July 22, 1963 (7 U.S.C. 390-390k);] \$160,000 for penalty mail costs of agricultural experiment stations under section 6 of the Hatch Act of 1887, as amended; and [\$376,000] \$514,000 for necessary expenses of the Cooperative State Research Service, including administration of payments to State agricultural experiment stations, funds for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$50,000 for employment under 5 U.S.C. 3109; in all, [\$62,510,000] \$72,535,000. (7 U.S.C. 450b, 2201-2202, 2220, 2250a; 39 U.S.C. 4156; 42 U.S.C. 1891-1893; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code	05-08-1500-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>				
1.	Payments to agricultural experiment stations under the Hatch Act.....	51,439	53,702	62,668
2.	Grants for cooperative forestry research.....	3,483	3,785	4,412
3.	Contracts and grants for scientific research.....	1,391	1,640	2,200
4.	Grants for facilities.....	1,678	1,000	1,423
5.	Penalty mail.....	198	160	160
6.	Federal administration.....	1,666	1,946	2,213
	Total program costs, funded <sup>1</sup> .....	59,856	62,233	73,076
	Change in selected resources <sup>2</sup> .....	-1,008	415	-541
10	Total obligations.....	58,848	62,648	72,535
<b>Financing:</b>				
25	Unobligated balance lapsing.....	63	-----	-----
	Budget authority.....	58,911	62,648	72,535
<b>Budget authority:</b>				
40	Appropriation.....	59,105	62,510	72,535
41	Transferred to other accounts.....	-194	-----	-----
43	Appropriation (adjusted).....	58,911	62,510	72,535
44.20	Proposed supplemental for civilian pay act increases.....	-----	138	-----
<b>Relation of obligations to outlays:</b>				
71	Obligations incurred, net.....	58,848	62,648	72,535
72	Obligated balance, start of year.....	8,218	7,157	7,690
74	Obligated balance, end of year.....	-7,157	-7,690	-7,071
77	Adjustments in expired accounts.....	-102	-----	-----
90	Outlays, excluding pay increase supplemental.....	59,808	61,983	73,148
91.20	Outlays from civilian pay act supplemental.....	-----	132	6

<sup>1</sup> Includes capital outlay as follows: 1969, \$7 thousand; 1970, \$6 thousand; 1971, \$12 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$8,116 thousand (1969 adjustments, -\$102 thousand); 1969, \$7,006 thousand; 1970, \$7,421 thousand; 1971, \$6,880 thousand.

The Service administers funds for payments and grants to State agricultural experiment stations and other eligible institutions for the support of research in agriculture, the rural home, the rural community, and forestry. This administration involves supervision of the funds, and close advisory relations with the State agricultural experiment stations, schools of forestry, and other institutions eligible to receive funds. The Service participates in planning and coordination of research programs among the States and between the States and the Department.

1. *Payments to agricultural experiment stations under the Hatch Act.*—Grants under the Hatch Act are allocated to agricultural experiment stations of the land-grant colleges in the 50 States and Puerto Rico for agricultural research including investigations and experiments to promote a permanent and efficient agricultural industry and improvements in the rural home and rural community.

The increase requested for 1971 will provide for pollution research, a major research effort in support of community resource development, and increased cost of research.

2. *Grants for cooperative forestry research.*—These grants are allocated to land-grant colleges or agricultural experiment stations in the 50 States and Puerto Rico and other State-supported colleges and universities offering graduate training in the sciences basic to forestry and having a forestry school. The act requires that the Federal funds paid to each institution be matched by funds from non-Federal sources for forestry research. In 1971, emphasis will be placed on timber production, forest pest, and increased cost of forestry research.

3. *Contracts and grants for scientific research.*—These funds are for the support of grants on specific research problems at nonprofit institutions of higher education or nonprofit organizations whose primary purpose is the conduct of such research. Funding is on a competitive basis. Every research proposal selected for funding must be evaluated and classified as outstanding and appropriate to the needs of the designated problem area.

The increase requested for 1971 will provide for food and nutrition research and community resource development work.

5. *Penalty mail.*—Funds to cover the cost of penalty mailings for State agricultural experiment station directors are provided under this appropriation.

6. *Federal administration.*—A coordinating and review staff is maintained to examine research projects and assist State institutions and Federal agencies.

The planned distribution of the funds requested for 1971 compared with 1970 is as follows (in thousands of dollars):

Payments to agricultural experiment stations under the Hatch Act:		1970	1971
Statutory formula.....		42,574	48,989
Regional research fund.....		11,183	13,411
Total research program.....		53,757	62,400
Set aside for Federal administration: (3% of increase).....		1,432	1,699
Total, Hatch Act.....		55,189	64,099
Grants for cooperative forestry research.....		3,785	4,412
Contracts and grants for scientific research.....		2,000	3,350
Grants for facilities.....		1,000	-----
Penalty mail.....		160	160
Federal administration (direct appropriation).....		514	514
Total.....		62,648	72,535

## Object Classification (in thousands of dollars)

Identification code 05-08-1500-0-1-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	1,196	1,424	1,435
11.3 Positions other than permanent.....	9	21	21
Total personnel compensation.....	1,205	1,445	1,456
12.1 Personnel benefits: Civilian employees.....	89	110	115
21.0 Travel and transportation of persons.....	112	148	169
22.0 Transportation of things.....	1	5	5
23.0 Rent, communications, and utilities.....	183	184	192
24.0 Printing and reproduction.....	38	44	50
25.0 Other services.....	143	154	350
26.0 Supplies and materials.....	8	10	16
31.0 Equipment.....	13	6	20
41.0 Grants, subsidies, and contributions.....	57,056	60,542	70,162
99.0 Total obligations.....	58,848	62,648	72,535

## Personnel Summary

Total number of permanent positions.....	101	109	112
Full-time equivalent of other positions.....	1	2	2
Average number of all employees.....	90	92	92
Average GS grade.....	9.8	10.0	10.1
Average GS salary.....	\$13,195	\$14,743	\$14,862

## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-08-3975-0-4-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Miscellaneous services to other accounts.....		5	5
2. Agency for International Development (Funds appropriated to the President).....	168	102	80
10 Total program costs, funded—obligations.....	168	107	85
<b>Financing:</b>			
11 Receipts and reimbursements from: Federal funds.....	-168	-107	-85
Budget authority.....			
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....			
90 Outlays.....			

## Object Classification (in thousands of dollars)

<b>Personnel compensation:</b>			
11.1 Permanent positions.....	124	86	65
11.5 Other personnel compensation.....	14	7	5
Total personnel compensation.....	138	93	70
12.1 Personnel benefits: Civilian employees.....	10	7	5
21.0 Travel and transportation of persons.....	6	2	4
22.0 Transportation of things.....	7	1	2
25.0 Other services.....	7	4	4
99.0 Total obligations.....	168	107	85

## Personnel Summary

Total number of permanent positions.....	6	5	2
Average number of all employees.....	5	3	2

Average GS grade.....	9.8	10.0	10.1
Average GS salary.....	\$13,195	\$14,743	\$14,862

## Trust Funds

## MISCELLANEOUS CONTRIBUTED FUNDS

## Program and Financing (in thousands of dollars)

Identification code 05-08-8200-0-7-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
10 Miscellaneous contributed funds (costs—obligations) (object class 24.0).....	3	3	3
<b>Financing:</b>			
21 Unobligated balance available, start of year.....	-2	-2	-2
24 Unobligated balance available, end of year.....	2	2	2
60 Budget authority (appropriation) (permanent).....	3	3	3
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	3	3	3
72 Obligated balance, start of year.....	1	2	2
74 Obligated balance, end of year.....	-2	-2	-2
90 Outlays.....	3	3	3

Miscellaneous funds received from States, local organizations, and others are available for work under cooperative agreements (7 U.S.C. 450b, 450h).

## EXTENSION SERVICE

## Federal Funds

## General and special funds:

## COOPERATIVE EXTENSION WORK, PAYMENTS AND EXPENSES

Payments to States and Puerto Rico: For payments for cooperative agricultural extension work under the Smith-Lever Act, as amended by the Act of June 26, 1953, the Act of August 11, 1955, and the Act of October 5, 1962 (7 U.S.C. 341-349), to be distributed under sections 3(b) and 3(c) of the Act, **[\$83,621,000] \$89,321,000**; payments for the nutrition education program for low-income areas under section 3(d) of the Act, **[\$28,560,000] \$48,560,000**; payments for rural development work under section 3(d) of the Act, **\$10,400,000**; payments and contracts for such work under section 204(b)-205 of the Agricultural Marketing Act of 1946 (7 U.S.C. 1623-1624), **\$1,450,000**; and payments for extension work under section 109 of the District of Columbia Public Education Act, as amended by the Act of June 20, 1968 (7 U.S.C. 329), **[\$375,000] \$700,000**; in all, **[\$114,006,000] \$150,431,000**: *Provided*, That funds hereby appropriated pursuant to section 3(c) of the Act of June 26, 1953, shall not be paid to any State or Puerto Rico prior to availability of an equal sum from non-Federal sources for expenditure during the current fiscal year.

Retirement and employees' compensation costs for extension agents: For cost of employer's share of Federal retirement and for reimbursement for benefits paid from the Employees' Compensation Fund for cooperative extension employees, **[\$10,240,000] \$13,515,000**.

Penalty mail: For costs of penalty mail for cooperative extension agents and State extension directors, **[\$3,400,000] \$3,617,000**.

Federal Extension Service: For administration of the Smith-Lever Act, as amended by the Act of June 26, 1953, the Act of August 11, 1955, and the Act of October 5, 1962 (7 U.S.C. 341-349), and extension aspects of the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627), and of the District of Columbia Public Education Act, as amended by the Act of June 20, 1968 (7 U.S.C. 329), and to coordinate and provide program leadership for the extension work of the Department and the several States and insular possessions, **[\$3,838,000] \$4,088,000**. (5 U.S.C. 8147; 39 U.S.C. 4156; Department of Agriculture and Related Agencies Appropriation Act, 1970.)



## General and special funds—Continued

## COOPERATIVE EXTENSION WORK, PAYMENTS AND EXPENSES—Con.

## Program and Financing (in thousands of dollars)

Identification code 05-12-0502-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Payments to States and Puerto Rico:			
(a) Payments for cooperative agricultural extension work under Smith-Lever Act.....	79,212	111,269	147,141
(b) Payments and contracts under the Agricultural Marketing Act.....	1,501	1,462	1,451
(c) Payments for cooperative extension work under the District of Columbia Public Education Act.....	72	360	672
2. Retirement and employees' compensation costs for extension agents.....	9,478	10,240	13,515
3. Penalty mail.....	3,299	3,400	3,617
4. Federal Extension Service.....	3,483	4,923	5,252
Total program costs, funded <sup>1</sup> .....	97,045	131,654	171,648
Change in selected resources <sup>2</sup> .....	40	80	3
10 Total obligations.....	97,085	131,734	171,651
<b>Financing:</b>			
25 Unobligated balance lapsing.....	194	-----	-----
Budget authority.....	97,279	131,734	171,651
Budget authority:			
40 Appropriation.....	97,281	131,484	171,651
41 Transferred to other accounts.....	-2	-----	-----
43 Appropriation (adjusted).....	97,279	131,484	171,651
44.20 Proposed supplemental for civilian pay act increases.....	-----	250	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	97,085	131,734	171,651
72 Obligated balance, start of year.....	4,793	4,597	6,382
74 Obligated balance, end of year.....	-4,597	-6,382	-7,316
77 Adjustments in expired accounts.....	-8	-----	-----
90 Outlays, excluding pay increase supplemental.....	97,273	129,711	170,705
91.20 Outlays from civilian pay act supplemental.....	-----	238	12

<sup>1</sup> Includes capital outlay as follows: 1969, \$11 thousand; 1970, \$19 thousand; 1971, \$19 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows:

	1968	1969 adjust- ments	1969	1970	1971
Unpaid undelivered orders.....	317	-7	344	386	390
Advances.....	36	---	42	80	79
Total selected resources	353	-7	386	466	469

The primary function of the nationwide system of cooperative extension work is out-of-school applied education in agriculture, home economics, and related subjects. This educational work takes research results, technological advancements, and situation and program facts of the Department, the State agricultural colleges and experiment stations, and incorporates them into a national educational program for action. In its educational role, the Service interprets, disseminates, and encourages practical use of knowledge. It transmits information from researchers to the people.

1. *Payments to States and Puerto Rico.*—Funds appropriated under the Smith-Lever Act for payments to States and Puerto Rico are distributed primarily on the basis of farm and rural population and to a limited degree on the

basis of special problems and needs. Funds appropriated under the Agricultural Marketing Act for educational work in marketing are distributed to the States and Puerto Rico on a matching basis under approved projects and on the basis of contracts. Funds are used primarily for the employment of State and county extension workers who work with rural families, marketing concerns, and others by providing advice and assistance in the application of improved methods involved in production, marketing, and family living. They assist local leadership to determine extension programs of work. Work with youth is accomplished largely through 4-H clubs. Funds also provide for Federal program support. Extension agents are paid from Federal, State, and county sources. The increase of \$36,184 thousand in this item will be used (1) to expand the Nutrition Education program for the poor; (2) to expand extension services for State and multicounty rural development activities; (3) to strengthen extension services in the District of Columbia for nutrition education and family living; and (4) to provide for increased costs of program operations.

2. *Retirement and employees' compensation costs for extension agents.*—The increase of \$3,275 thousand is composed of an increase of \$3,285 thousand required to meet retirement costs for cooperative extension agents offset by a reduction of \$10 thousand in payments to the Bureau of Employees' Compensation Fund. The mandatory retirement contribution is authorized under Public Law 854, approved July 31, 1956. The employer's contribution to the Federal retirement fund, to match contribution of these agents, is provided by this Federal appropriation.

3. *Penalty mail.*—Funds to cover the cost of penalty mailings for State extension directors and cooperative extension agents in the States are provided under this appropriation. The increase of \$217 thousand proposed is required to meet these costs.

4. *Federal Extension Service.*—The Service provides leadership, counsel, and assistance to the States and Puerto Rico in developing extension programs, improved teaching methods, efficient use of available resources, evaluation of programs, inservice training for extension personnel, and administrative services. The Service also coordinates the educational activities of other agencies of the Department. The increase provides \$228 thousand for evaluation and pilot studies related to the nutrition and rural development programs and \$13 thousand in support of a cooperative agreement needed in carrying out the extension program in the District of Columbia.

## Object Classification (in thousands of dollars)

Identification code 05-12-0502-0-1-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	2,360	2,959	3,045
11.3 Positions other than permanent.....	65	48	33
11.5 Other personnel compensation.....	8	12	13
11.8 Special personal service payments.....	11	42	46
Total personnel compensation.....	2,444	3,061	3,137
12.1 Personnel benefits: Civilian employees.	190	247	247
Retirement and compensation costs for extension agents.....	9,481	10,240	13,514
21.0 Travel and transportation of persons.....	209	257	295
22.0 Transportation of things.....	40	57	52
23.0 Rent, communications, and utilities.....	3,381	3,469	3,704
24.0 Printing and reproduction.....	103	195	200
25.0 Other services.....	473	1,123	1,233
26.0 Supplies and materials.....	21	37	37
31.0 Equipment.....	16	19	19
41.0 Grants, subsidies, and contributions.....	80,727	113,029	149,213
99.0 Total obligations.....	97,085	131,734	171,651

## Personnel Summary

Total number of permanent positions.....	205	236	248
Full-time equivalent of other positions.....	8	7	6
Average number of all employees.....	197	222	222
Average GS grade.....	9.6	9.7	9.9
Average GS salary.....	\$12,397	\$13,778	\$14,150
Average FC grade.....	5.2	4.4	4.4
Average FC salary.....	\$14,872	\$15,936	\$15,988
Average salary of ungraded positions.....	\$6,250	\$6,250	\$6,250

## ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments from other accounts are included in the schedules of the parent appropriations as follows:

## Agriculture:

Consumer and Marketing Service, "Removal of surplus agricultural commodities (sec. 32)."

Soil Conservation Service, "Resource conservation and development."

## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-12-3905-0-4-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Cooperation with Bureau of Indian Affairs on extension program with Indians.....	32	36	36
2. Cooperation with Department of Defense on extension program work in Rural Defense Information and Education program.....	268	298	266
3. Teaching materials developed and provided State Extension Services under cooperative agreement on a cost-sharing basis.....	21	78	78
4. Cooperation with the Office of Economic Opportunity on work concerned with the development of opportunities in rural areas.....	38	-----	-----
5. Agency for International Development (Funds appropriated to the President).....	1,120	1,533	1,517
6. Miscellaneous services to other accounts.....	2	-----	-----
Total program costs, funded <sup>1</sup> .....	1,481	1,945	1,897
Change in selected resources <sup>2</sup> .....	-14	33	30
10 Total obligations.....	1,467	1,978	1,927
<b>Financing:</b>			
Receipts and reimbursements from:			
11 Federal funds.....	-1,446	-1,878	-1,827
14 Non-Federal sources <sup>3</sup> .....	-29	-100	-100
25 Unobligated balance lapsing.....	8	-----	-----
Budget authority.....	-----	-----	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	-8	-----	-----
72 Obligated balance, start of year.....	20	58	58
74 Obligated balance, end of year.....	-58	-58	-58
77 Adjustments in expired accounts.....	-12	-----	-----
90 Outlays.....	-58	-----	-----

<sup>1</sup> Includes capital outlay as follows: 1969, \$0; 1970, \$1 thousand; 1971, \$1 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$86 thousand (1969 adjustments, -\$33 thousand); 1969, \$39 thousand; 1970, \$72 thousand; 1971, \$102 thousand.

<sup>3</sup> Reimbursements are from cooperating State extension services for teaching materials developed under cooperative agreements and provided on a cost-sharing basis (5 U.S.C. 563; 564).

## Object Classification (in thousands of dollars)

Identification code 05-12-3905-0-4-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	775	1,049	1,057
11.3 Positions other than permanent.....	62	60	60
11.5 Other personnel compensation.....	133	194	198
11.8 Special personal service payments.....	37	22	22
Total personnel compensation.....	1,007	1,325	1,337
12.1 Personnel benefits: Civilian employees.....	62	88	89
21.0 Travel and transportation of persons.....	73	94	84
22.0 Transportation of things.....	32	55	33
23.0 Rent, communications, and utilities.....	21	29	33
24.0 Printing and reproduction.....	39	153	152
25.0 Other services.....	63	150	145
26.0 Supplies and materials.....	2	4	3
31.0 Equipment.....	1	1	1
41.0 Grants, subsidies, and contributions.....	166	79	50
42.0 Insurance claims and indemnities.....	1	-----	-----
99.0 Total obligations.....	1,467	1,978	1,927

## Personnel Summary

Total number of permanent positions.....	49	74	74
Full-time equivalent of other positions.....	4	3	3
Average number of all employees.....	58	72	72
Average GS grade.....	9.6	9.7	9.9
Average GS salary.....	\$12,397	\$13,778	\$14,150
Average FC grade.....	5.2	4.4	4.4
Average FC salary.....	\$14,872	\$15,936	\$15,988
Average salary of ungraded positions.....	\$6,250	\$6,250	\$6,250

## FARMER COOPERATIVE SERVICE

## Federal Funds

## General and special funds:

## SALARIES AND EXPENSES

For necessary expenses to carry out the Act of July 2, 1926 (7 U.S.C. 451-457), and for conducting research relating to the economic and marketing aspects of farmer cooperatives, as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627), [\$1,500,000] \$1,666,000. (Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-16-0400-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Research and technical assistance for agricultural cooperatives (program costs, funded) <sup>1</sup> .....	1,465	1,631	1,666
Change in selected resources <sup>2</sup> .....	-68	-----	-----
10 Total obligations.....	1,397	1,631	1,666
<b>Financing:</b>			
25 Unobligated balance lapsing.....	17	-----	-----
Budget authority.....	1,414	1,631	1,666
<b>Budget authority:</b>			
40 Appropriation.....	1,414	1,500	1,666
44.20 Proposed supplemental for civilian pay act increases.....	-----	131	-----

<sup>1</sup> Includes capital outlay as follows: 1969, \$3 thousand; 1970, \$3 thousand; 1971, \$3 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$106 thousand (1969 adjustments, \$8 thousand); 1969, \$46 thousand; 1970, \$46 thousand; 1971, \$46 thousand.



## General and special funds—Continued

## SALARIES AND EXPENSES—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-16-0400-0-1-355	1969 actual	1970 est.	1971 est.
Relation of obligations to outlays:			
71 Obligations incurred, net.....	1,397	1,631	1,666
72 Obligated balance, start of year.....	76	86	102
74 Obligated balance, end of year.....	-86	-102	-134
77 Adjustments in expired accounts.....	8		
90 Outlays, excluding pay increase supplemental.....	1,395	1,490	1,628
91.20 Outlays from civilian pay act supplemental.....		125	6

The Service conducts research, directly advises cooperative leaders and others, promotes cooperative organization and development through other Federal and State agencies, and publishes reports, "News for Farmer Cooperatives," and other educational material. This work is aimed at (1) helping farmers get better prices for their products and reduce operating expenses, (2) helping rural and small-town residents use cooperatives to develop rural resources, (3) helping these cooperatives expand their services and operate more efficiently, and (4) helping all Americans understand the work of these cooperatives. The Service also administers the Agricultural Fair Practices Act of 1967.

In 1971, the Service will assist cooperatives in developing farmer integrated forward marketing and help expand the benefits of cooperative marketing and purchasing to all income groups.

## Object Classification (in thousands of dollars)

Identification code 05-16-0400-0-1-355	1969 actual	1970 est.	1971 est.
Personnel compensation:			
11.1 Permanent positions.....	1,074	1,254	1,276
11.3 Positions other than permanent.....	14	16	16
Total personnel compensation.....	1,088	1,270	1,292
12.1 Personnel benefits: Civilian employees.....	82	98	100
21.0 Travel and transportation of persons.....	47	60	60
22.0 Transportation of things.....	1	7	4
23.0 Rent, communications, and utilities.....	51	56	56
24.0 Printing and reproduction.....	64	65	65
25.0 Other services.....	57	65	79
26.0 Supplies and materials.....	5	6	6
31.0 Equipment.....	2	4	4
99.0 Total obligations.....	1,397	1,631	1,666

## Personnel Summary

Total number of permanent positions.....	100	106	108
Full-time equivalent of other positions.....	2	2	2
Average number of all employees.....	90	92	94
Average GS grade.....	9.7	10.1	10.3
Average GS salary.....	\$12,146	\$14,166	\$14,201

## Intragovernmental funds

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-16-3904-0-4-355	1969 actual	1970 est.	1971 est.
Program by activities:			
1. Research and technical assistance for agricultural cooperatives.....	18	30	30

2. Agency for International Development  
(Funds appropriated to the President).....

10 Total program costs, funded—obligations.....	174	159	159
	192	189	189

## Financing:

11 Receipts and reimbursements from: Federal funds.....	-192	-189	-189
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## Budget authority.....

## Relation of obligations to outlays:

71 Obligations incurred, net.....			
90 Outlays.....			

## Object Classification (in thousands of dollars)

Identification code 05-16-3904-0-4-355	1969 actual	1970 est.	1971 est.
Personnel compensation:			
11.1 Permanent positions.....	148	153	153
11.3 Positions other than permanent.....	6		
Total personnel compensation.....	154	153	153
12.1 Personnel benefits: Civilian employees.....	10	12	12
21.0 Travel and transportation of persons.....	4	4	4
22.0 Transportation of things.....	5	4	4
24.0 Printing and reproduction.....	1	1	1
25.0 Other services.....	18	15	15
99.0 Total obligations.....	192	189	189

## Personnel Summary

Total number of permanent positions.....	8	8	8
Full-time equivalent of other positions.....	1	0	0
Average number of all employees.....	8	8	8
Average GS grade.....	9.7	10.1	10.3
Average GS salary.....	\$12,146	\$14,166	\$14,201

## Trust Funds

## MISCELLANEOUS CONTRIBUTED FUNDS

## Program and Financing (in thousands of dollars)

Identification code 05-16-8200-0-7-355	1969 actual	1970 est.	1971 est.
Program by activities:			
10 Miscellaneous contributed funds (costs—obligations).....	19	55	87
Financing:			
21 Unobligated balance available, start of year.....	-5	-7	
24 Unobligated balance available, end of year.....	7		
60 Budget authority (appropriation) (permanent).....	21	48	87

## Relation of obligations to outlays:

71 Obligations incurred, net.....	19	55	87
72 Obligated balance, start of year.....	2	4	4
74 Obligated balance, end of year.....	-4	-4	-7
90 Outlays.....	17	55	84

Miscellaneous funds received from States, local organizations, and others are available for work under cooperative agreements (7 U.S.C. 450b, 450h).

## Object Classification (in thousands of dollars)

Identification code 05-16-8200-0-7-355	1969 actual	1970 est.	1971 est.
11.3 Personnel compensation: Positions other than permanent.....		16	25
12.1 Personnel benefits: Civilian employees.....		1	2

21.0	Travel and transportation of persons.....	15	35	55
24.0	Printing and reproduction.....		3	5
44.0	Refunds.....	4		
99.0	Total obligations.....	19	55	87

## Personnel Summary

Average number of all employees.....	1	1
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## SOIL CONSERVATION SERVICE

The Service is responsible for various soil and water conservation activities of the Department, including seven action programs for which separate appropriations are made, reimbursements from other agencies for technical services performed, trust funds and miscellaneous accounts involving cooperative agreements with local organizations.

The main purposes of these program operations are to help farmers, ranchers, and other landowners in making needed land use adjustments; to conserve soil, water, and plant resources; to reduce the hazards of floods, sedimentation, and related damages; and to assist in establishing a permanent and economically sound agriculture. Such soil and water conservation treatments also provide for recreational uses of rural lands and the beautification of rural communities. These activities are conducted in cooperation with Federal and State agencies, locally managed conservation districts, and other sponsoring organizations.

The Service provides professional leadership in soil, water, and plant conservation and works directly with locally managed conservation districts and sponsors of watershed projects. Local programs and cooperative work plans are designed for the benefit of rural and urban people in their areas.

The Service also furnishes technical services for the Agricultural Conservation program; the soil and water conservation loans made by the Farmers Home Administration; the State and county committees on rural development; and other agencies or local groups having soil and water conservation problems. These interrelated program activities are primarily for the conservation, protection, and improvement of land and water resources for the beneficial uses of all people.

## Federal Funds

## General and special funds:

## CONSERVATION OPERATIONS

For necessary expenses for carrying out the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-590f), including preparation of conservation plans and establishment of measures to conserve soil and water (including farm irrigation and land drainage and such special measures for soil and water management as may be necessary to prevent floods and the siltation of reservoirs and to control agricultural related pollutants); operation of conservation [nurseries] plant materials centers; classification and mapping of soil; dissemination of information; purchase and erection or alteration of permanent buildings; and operation and maintenance of aircraft, [\$118,786,000] \$128,435,000: *Provided*, That the cost of any permanent building purchased, erected, or as improved, exclusive of the cost of constructing a water supply or sanitary system and connecting the same to any such building and with the exception of buildings acquired in conjunction with land being purchased for other purposes, shall not exceed \$2,500, except for one building to be constructed at a cost not to exceed \$25,000 and eight buildings to be constructed or improved at a cost not to exceed \$15,000 per building and except that alterations or improvements to other existing permanent buildings costing \$2,500 or more may be made in any fiscal year in an amount not to exceed \$500 per building:

*Provided further*, That no part of this appropriation shall be available for the construction of any such building on land not owned by the Government: *Provided further*, That no part of this appropriation may be expended for soil and water conservation operations under the Act of April 27, 1935 (16 U.S.C. 590a-590f) in demonstration projects: *Provided further*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$5,000 shall be available for employment under 5 U.S.C. 3109: *Provided further*, That qualified local engineers may be temporarily employed at per diem rates to perform the technical planning work of the service. (7 U.S.C. 1387, 1807, 2201-2202, 2250; 16 U.S.C. 590q-1; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code	05-20-1000-0-1-354	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>				
<b>Operating costs:</b>				
Assistance to conservation districts, communities and other cooperators:				
(a)	Soil surveys.....	18,469	21,500	21,400
(b)	Technical programing, installation services and snow surveys.....	102,465	110,227	109,256
(c)	Operation of plant material centers.....	1,060	1,226	1,373
	<b>Total operating costs....</b>	<b>121,994</b>	<b>132,953</b>	<b>132,029</b>
Unfunded adjustments to total operating costs shown above:				
	Depreciation on property.....	-1,798	-1,800	-1,800
	Office space occupied without charge.....	-3,663	-3,700	-3,750
	Change in accrued annual leave <sup>1</sup> .....	-706	-1,284	-27
	<b>Total operating costs, funded..</b>	<b>115,827</b>	<b>126,169</b>	<b>126,452</b>
	Capital outlay.....	1,952	1,896	1,933
	<b>Total program costs, funded....</b>	<b>117,779</b>	<b>128,065</b>	<b>128,385</b>
	Change in selected resources <sup>2</sup> .....	-82	113	50
10	<b>Total obligations.....</b>	<b>117,697</b>	<b>128,178</b>	<b>128,435</b>
<b>Financing:</b>				
25	Unobligated balance lapsing.....	1,089		
	<b>Budget authority.....</b>	<b>118,786</b>	<b>128,178</b>	<b>128,435</b>
<b>Budget authority:</b>				
40	Appropriation.....	118,873	118,786	128,435
41	Transferred to other accounts.....	-87	-58	
43	Appropriation (adjusted).....	118,786	118,728	128,435
44.20	Proposed supplemental for civilian pay act increases.....		9,450	
<b>Relation of obligations to outlays:</b>				
71	Obligations incurred, net.....	117,697	128,178	128,435
72	Obligated balance, start of year.....	5,800	6,155	7,540
74	Obligated balance, end of year.....	-6,155	-7,540	-6,003
77	Adjustments in expired accounts.....	-2		
90	Outlays, excluding pay increase supplemental.....	117,340	117,750	129,565
91.20	Outlays from civilian pay act supplemental.....		9,043	407

<sup>1</sup> Accrued annual leave as of June 30: 1968, -\$13,095 thousand; 1969, -\$13,801 thousand; 1970, -\$15,085 thousand; 1971, -\$15,112 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows:

	1968	1969 adjust- ments	1969	1970	1971
Stores.....	177		185	180	180
Unpaid undelivered orders.....	2,194	-2	2,102	2,220	2,270
<b>Total selected resources.....</b>	<b>2,371</b>	<b>-2</b>	<b>2,287</b>	<b>2,400</b>	<b>2,450</b>



## General and special funds—Continued

## CONSERVATION OPERATIONS—Continued

Assistance to conservation districts, community groups, and other cooperators consists mainly of the following:

(a) Standard soil surveys and investigations, with interpretations and publications, that provide physical land facts needed for program development, farm and ranch conservation planning, installation of planned practices, and for use by other Federal, State, and local agencies;

## MAIN WORKLOAD FACTORS

	1969 actual	Total as of June 30, 1969 <sup>1</sup>	1970 estimate	1971 estimate
Soil surveys (1,000 acres).....	45,071	751,590	45,000	49,200
Soil conservation surveys.....		27,439		
Reconnaissance surveys (1,000 acres)....	3,769	24,755	3,000	2,000
Reports published (number).....	42		48	60

<sup>1</sup> Cumulative acres mapped in districts exclude about 234 million acres of limited purpose surveys.

(b) Technical assistance to cooperating farmers and ranchers in planning conservation programs and installation of needed conservation treatments;

(c) Technical programing, design, layout, installation services, and consultation on practices and measures provided for in farm and ranch conservation plans;

## MAIN WORKLOAD FACTORS

Total number	1969 actual	1970 estimate	1971 estimate
Conservation districts.....	3,017	3,032	3,040
District cooperators (cumulative).....	2,193,102	2,227,000	2,261,000
Conservation plans (cumulative).....	1,721,228	1,752,200	1,783,200
District cooperators assisted.....	1,074,244	1,085,000	1,100,000
Community-type group job plans.....	3,352	3,360	3,400
Conservation plans.....	72,472	72,000	72,000
Revision of conservation plans.....	33,894	34,000	35,000
Acres planned (each year).....	50,311,841	51,000,000	52,000,000

(d) Technical and other assistance with community-type jobs, mine-spoil restoration, control of pollutants and other special problems that can be best solved through coordinated local action;

(e) Granting of special equipment to soil conservation districts for use in applying conservation practices;

(f) Snow surveys in Western States which provide water supply forecasts that are useful for efficient seasonal use of water;

(g) Selection and testing of plant materials to determine their suitability for erosion control and conservation purposes;

(h) Technical assistance to participants in the agricultural conservation program in establishing specified permanent-type practices;

(i) Technical services to participants in other programs which involve land use adjustments;

(j) Technical assistance in planning and application of soil and water conservation practices for which loans are made by the Farmers Home Administration; and

(k) Consultative assistance to State committees on rural development.

Needed soil and water conservation practices are planned in combinations which will assure well balanced conservation programs in each district and for each farm or ranch. Both vegetative and structural measures

are used according to the needs for land protection and treatment and resource improvement in a particular area. Each plan reflects the decisions of the cooperating landowner or operator as to how he will use and treat his land.

Technicians of the Service explain the various soil conditions, develop alternative uses and treatments with each cooperator, help to evaluate the costs and returns of conservation farming, and furnish assistance in applying the needed treatments.

Cooperating landowners and operators provide more than half the cost of practices and measures installed in district programs. Local agencies and private individuals also furnish about one-third of the total installation services used to help cooperators apply soil and water conservation practices in districts throughout the country.

## Object Classification (in thousands of dollars)

Identification code 05-20-1000-0-1-354	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	91,420	99,572	99,523
11.3 Positions other than permanent.....	3,739	4,820	4,780
11.5 Other personnel compensation.....	131	140	135
<b>Total personnel compensation.....</b>	<b>95,290</b>	<b>104,532</b>	<b>104,438</b>
12.1 Personnel benefits: Civilian employees.....	8,205	9,177	9,350
13.0 Benefits for former personnel.....	12		
21.0 Travel and transportation of persons.....	2,280	2,486	2,600
22.0 Transportation of things.....	770	780	800
23.0 Rent, communications, and utilities.....	3,616	3,560	3,600
24.0 Printing and reproduction.....	635	850	850
25.0 Other services.....	2,080	1,976	1,980
26.0 Supplies and materials.....	3,205	3,200	3,200
31.0 Equipment.....	1,583	1,600	1,600
42.0 Insurance claims and indemnities.....	29	25	25
<b>Subtotal.....</b>	<b>117,705</b>	<b>128,186</b>	<b>128,443</b>
95.0 Quarters and subsistence charges.....	—8	—8	—8
<b>99.0 Total obligations.....</b>	<b>117,697</b>	<b>128,178</b>	<b>128,435</b>

## Personnel Summary

Total number of permanent positions.....	9,812	9,414	9,550
Full-time equivalent of other positions.....	816	958	950
Average number of all employees.....	10,424	10,459	10,430
Average GS grade.....	8.2	8.2	8.2
Average GS salary.....	\$9,489	\$10,425	\$10,440

## RIVER BASIN SURVEYS AND INVESTIGATIONS

For necessary expenses to conduct research, investigations and surveys of the watersheds of rivers and other waterways, in accordance with section 6 of the Watershed Protection and Flood Prevention Act, approved August 4, 1954, as amended (16 U.S.C. 1006), to remain available until expended; [\$8,187,000] \$9,043,000, with which shall be merged the unexpended balances of funds heretofore appropriated to the Department for river basin survey purposes: *Provided*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$60,000 shall be available for employment under 5 U.S.C. 3109. (7 U.S.C. 2201-2202; Department of Agriculture and Related Agencies Appropriation Act, 1970.)



## Program and Financing (in thousands of dollars)

Identification code	05-20-1069-0-1-401	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>				
River basin surveys and investigations—total operating costs		9,029	10,229	9,232
Unfunded adjustments to total operating cost shown above:				
Depreciation on property		-75	-80	80
Office space occupied without charge		-219	-220	-225
Change in accrued annual leave <sup>1</sup>		-33	-128	56
Total operating costs, funded		8,702	9,801	8,983
Capital outlay funded: Capitalized property		60	65	70
Total program costs, funded		8,762	9,866	9,053
Change in selected resources <sup>2</sup>		-71	22	-10
10 Total obligations		8,691	9,888	9,043
<b>Financing:</b>				
21 Unobligated balance available, start of year			-1,073	
22 Unobligated balance transferred from other accounts		-700		
24 Unobligated balance available, end of year		1,073		
Budget authority		9,064	8,815	9,043
Budget authority:				
40 Appropriation		9,086	8,187	9,043
41 Transferred to other accounts		-22	-24	
43 Appropriation (adjusted)		9,064	8,163	9,043
44.20 Proposed supplemental for civilian pay act increases			652	
Relation of obligations to outlays:				
71 Obligations incurred, net		8,691	9,888	9,043
72 Obligated balance, start of year			651	1,418
73 Obligated balance transferred, net		730		
74 Obligated balance, end of year		-651	-1,418	-1,430
90 Outlays, excluding pay increase supplemental		8,770	8,500	9,000
91.20 Outlays from civilian pay act supplemental			621	31

<sup>1</sup> Accrued annual leave as of June 30 are as follows: 1968, -\$609 thousand; 1969, -\$642 thousand; 1970, -\$770 thousand; 1971, -\$714 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$214 thousand; 1969, \$143 thousand; 1970, \$165 thousand; 1971, \$155 thousand.

The Department cooperates with other Federal and State agencies in making surveys and investigations of watersheds of rivers and other waterways as the basis for the planning of coordinated programs for the development of water and related land resources.

## MAIN WORKLOAD FACTORS

Status of river basin studies	1969 actual	1970 estimate	1971 estimate
Initiated, current fiscal year:			
Type I	1	1	--
Type II	--	--	1
Type IV	7	6	8
Initiated, cumulative at June 30:			
Type I	11	12	12
Type II	15	15	16
Type IV	56	62	70
Completed, current fiscal year:			
Type I	1	3	6
Type II	8	5	--
Type IV	--	7	6

## Completed, cumulative at June 30:

Type I	1	4	10
Type II	10	15	15
Type IV	22	29	35

## Work in progress at June 30:

Type I	10	8	2
Type II	5	0	1
Type IV	135	134	136

<sup>1</sup> Includes review studies of Cape Fear, Yazoo-Mississippi, and Tombigbee River basins.

*River basin program development and coordination.*—Section 6 of Public Law 566, 83d Congress, as amended, authorizes the Department to cooperate with other Federal, State, and local agencies in making surveys and investigations of the watersheds of rivers and other waterways. Such surveys form the basis for the planning of coordinated water and related land resource development programs. The Department currently is participating in cooperative surveys and investigations in river basins with the Corps of Engineers and other interested Federal and State agencies. In connection with this work, the Department is represented on the Water Resources Council which was established to coordinate water and related land resource activities of Federal departments and agencies. The Department also maintains representation on four river basin commissions and four river basin interagency committees. These groups serve as points of contact and coordination between representatives of this Department and of other Federal departments and agencies and the States in these basin areas. They keep all concerned mutually informed of the activities of the member agencies and facilitate matters of interagency coordination. During fiscal year 1970 the Department maintained such representation on river basin commissions and interagency committees in the Arkansas-White-Red, Missouri, Pacific Southwest and Southeast river basin areas. The Department also is represented on the Water Resources Council which was formed in accordance with section 101, Public Law 89-80, the Water Resources Planning Act.

The Senate Select Committee on National Water Resources has proposed the goal of surveying all of the Nation's river basins and making determinations of our future water and related land resources needs.

This Department and other member departments of the Water Resources Council have jointly considered needs for river basin surveys and investigations necessary to attain the goal.

Based on this joint consideration, current needs are \$2,040 thousand to continue interagency comprehensive surveys now in progress during fiscal year 1971 and to start one new survey; \$5,354 thousand to continue other Federal-State cooperative river basin surveys now in progress and to start eight new surveys; \$200 thousand for interregional economic analyses; \$160 thousand for flood hazard analyses; and \$1,289 thousand for interagency coordination and program formulation.

The following tabulation shows the number of surveys and actual or estimated obligations by type of survey in fiscal years 1969, 1970, and 1971.

## General and special funds—Continued

[Dollars in thousands]

Explanation	1969 actual		1970 estimate		1971 estimate	
	Number	Amount	Number	Amount	Number	Amount
1. Type of survey and amounts obligated:						
(a) Framework surveys (type I):						
(1) Surveys started during year.....	1	\$160	11	(1)	---	---
(2) Continuing prior year surveys.....	10	1,970	10	\$1,709	8	\$1,792
(3) Surveys completed during year.....	(1)	(4)	(3)	(369)	(6)	(1,305)
Total, type I surveys.....	11	2,130	11	1,709	8	1,792
(b) Detailed surveys (type II):						
(1) Surveys started during year.....	13	1,217	5	699	1	248
(2) Continuing prior year surveys.....	(8)	(306)	(5)	(699)	---	---
(3) Surveys completed during year.....	---	---	---	---	---	---
Total, type II surveys.....	13	1,217	5	699	1	248
(c) Surveys in cooperation with State and other Federal agencies (Type IV):						
(1) Surveys started during year.....	7	504	6	584	8	680
(2) Continuing prior year surveys.....	<sup>2</sup> 28	3,536	<sup>2</sup> 35	5,141	<sup>2</sup> 34	4,674
(3) Surveys completed during year.....	---	(190)	(7)	(500)	(6)	(450)
Total, type IV surveys.....	35	4,040	41	5,725	42	5,354
Total, surveys and obligations.....	59	7,387	57	8,133	51	7,394
2. Interregional economic analysis.....	---	184	---	185	---	200
3. Flood hazard analysis.....	---	20	---	125	---	160
4. Interagency coordination and program formulation.....	---	1,100	---	1,445	---	1,289
Total obligations.....	---	8,691	---	9,888	---	9,043

<sup>1</sup> Lower Mississippi Region Study funded in 1970 by \$114,000 transfer from Army Corps of Engineers.<sup>2</sup> Includes review studies of Cape Fear, Yazoo-Mississippi, and Tombigbee River Basins.

## Object Classification (in thousands of dollars)

Identification code 05-20-1069-0-1-401	1969 actual	1970 est.	1971 est.
SOIL CONSERVATION SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	4,463	5,458	4,651
11.3 Positions other than permanent.....	165	224	192
11.5 Other personnel compensation.....	14	18	15
Total personnel compensation.....	4,642	5,700	4,858
12.1 Personnel benefits: Civilian employees.....	401	468	420
21.0 Travel and transportation of persons.....	271	339	310
22.0 Transportation of things.....	41	46	40
23.0 Rent, communications, and utilities.....	114	120	103
24.0 Printing and reproduction.....	170	180	155
25.0 Other services.....	185	200	172
26.0 Supplies and materials.....	49	55	47
31.0 Equipment.....	46	52	45
42.0 Insurance claims and indemnities.....	1	---	---
Total obligations, Soil Conservation Service.....	5,920	7,160	6,150
ALLOTMENT ACCOUNTS			
Personnel compensation:			
11.1 Permanent positions.....	2,062	2,122	2,216
11.3 Positions other than permanent.....	58	56	56
Total personnel compensation.....	2,120	2,178	2,272
12.1 Personnel benefits: Civilian employees.....	194	202	212
21.0 Travel and transportation of persons.....	196	148	121
22.0 Transportation of things.....	22	19	19
23.0 Rent, communications, and utilities.....	38	28	28
24.0 Printing and reproduction.....	11	7	7
25.0 Other services.....	154	120	208
26.0 Supplies and materials.....	15	14	14
31.0 Equipment.....	20	11	11
41.0 Grants, subsidies, and contributions.....	1	1	1
Total obligations, allotment accounts.....	2,771	2,728	2,893
99.0 Total obligations.....	8,691	9,888	9,043

## Obligations are distributed as follows:

Soil Conservation Service.....	5,920	7,160	6,150
Economic Research Service.....	1,612	1,551	1,627
Forest Service.....	1,159	1,177	1,266

## Personnel Summary

## SOIL CONSERVATION SERVICE

Total number of permanent positions.....	402	439	375
Full-time equivalent of other positions.....	32	40	35
Average number of all employees.....	425	481	407
Average GS grade.....	8.2	8.2	8.2
Average GS salary.....	\$9,489	\$10,425	\$10,440

## ALLOTMENT ACCOUNTS

Total number of permanent positions.....	189	184	194
Full-time equivalent of other positions.....	14	10	10
Average number of all employees.....	189	174	186
Average GS grade.....	9.0	9.1	9.1
Average GS salary.....	\$10,578	\$11,810	\$11,743

## WATERSHED PLANNING

For necessary expenses for small watershed investigations and planning, in accordance with the Watershed Protection and Flood Prevention Act, as amended (16 U.S.C. 1001-1008), to remain available until expended, [\$6,209,000] \$5,434,000, with which shall be merged the unexpended balances of funds heretofore appropriated under this head: *Provided*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$50,000 shall be available for employment under 5 U.S.C. 3109. (7 U.S.C. 2201-2202; Department of Agriculture and Related Agencies Appropriation Act, 1970.)



## Program and Financing (in thousands of dollars)

Identification code 05-20-1066-0-1-401	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
<b>Operating costs:</b>			
Small watershed project investigations and planning.....	6,806	7,304	5,513
Unfunded adjustments to total operating costs shown above:			
Depreciation on property.....	-82	-85	-80
Office space occupied without charge.....	-272	-275	-230
Change in accrued annual leave <sup>1</sup> .....	-42	-82	180
Total operating costs, funded.....	6,410	6,862	5,383
Capital outlay, funded.....	76	83	65
Total program costs, funded.....	6,486	6,945	5,448
Change in selected resources <sup>2</sup> .....	-30	3	-14
10 Total obligations.....	6,456	6,948	5,434
<b>Financing:</b>			
21 Unobligated balance available, start of year.....	-292	-250	-----
24 Unobligated balance available, end of year.....	250	-----	-----
Budget authority.....	6,414	6,698	5,434
<b>Current authorization:</b>			
40 Appropriation.....	6,419	6,209	5,434
41 Transferred to other accounts.....	-5	-2	-----
43 Appropriation (adjusted).....	6,414	6,207	5,434
44.20 Proposed supplemental for civilian pay act increases.....	-----	491	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	6,456	6,948	5,434
72 Obligated balance, start of year.....	346	340	618
74 Obligated balance, end of year.....	-340	-618	-568
90 Outlays, excluding pay increase supplemental.....	6,462	6,200	5,463
91.20 Outlays from civilian pay act supplemental.....	-----	470	21

<sup>1</sup> Accrued annual leave as of June 30 is as follows: 1968, -\$841 thousand; 1969, -\$883 thousand; 1970, -\$965 thousand; 1971, -\$785 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders. 1968, \$122 thousand; 1969, \$92 thousand; 1970, \$95 thousand; 1971, \$81 thousand.

The Department cooperates with the States and other agencies in planning works of improvement in small watersheds to reduce damage from floodwater, sediment, and erosion and for the conservation, development, utilization, and disposal of water.

## MAIN WORKLOAD FACTORS

Activity	1969 actual	1970 estimate	1971 estimate
<b>Applications for planning assistance:</b>			
On hand cumulative, start of year...	2,666	2,795	2,945
Received during year.....	129	150	160
On hand cumulative, June 30...	2,795	2,945	3,105
<b>Consisting of:</b>			
Unprocessed applications.....	(859)	(934)	(984)
Not suitable for planning.....	(425)	(450)	(500)
Authorized for planning.....	(1,511)	(1,561)	(1,621)
<b>Status of planning:</b>			
Authorized, cumulative, start of year...	1,411	1,511	1,561
<b>Less:</b>			
Suspended or terminated, cumulative, start of year.....	-173	-183	-193
Completed, cumulative, start of year.....	-945	-1,014	-1,099
Planning in process, start of year...	293	314	269

New authorizations during year.....	100	50	60
Authorized planning in process during year.....	393	364	329
<b>Less:</b>			
Suspended or terminated, during year.....	-10	-10	-7
Completions during year.....	-69	-85	-65
Planning in process, end of year...	314	269	257

*Small watershed project investigations and planning.*—Surveys are made by the Department of proposed small watershed projects, and work plans are prepared in cooperation with local sponsors. These plans outline the soil and water management problems in the watershed; the steps that have been, or are authorized to be, taken to alleviate these problems; the proposed works of improvement to be installed; the estimated benefits and costs; cost-sharing and operation and maintenance arrangements, and other facts necessary to justify Federal participation in project development.

## Object Classification (in thousands of dollars)

Identification code 05-20-1066-0-1-401	1969 actual	1970 est.	1971 est.
<b>SOIL CONSERVATION SERVICE</b>			
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	4,458	4,881	3,797
11.3 Positions other than permanent.....	234	250	150
11.5 Other personnel compensation.....	8	8	8
Total personnel compensation.....	4,700	5,139	3,955
12.1 Personnel benefits: Civilian employees.....	385	397	340
21.0 Travel and transportation of persons.....	301	331	235
22.0 Transportation of things.....	26	20	20
23.0 Rent, communications, and utilities.....	145	145	145
24.0 Printing and reproduction.....	95	95	85
25.0 Other services.....	142	111	115
26.0 Supplies and materials.....	82	80	65
31.0 Equipment.....	69	65	50
Total obligations, Soil Conservation Service.....	5,945	6,383	5,010

## ALLOTMENT ACCOUNTS

<b>Personnel compensation:</b>			
11.1 Permanent positions.....	350	364	297
11.3 Positions other than permanent.....	18	24	24
Total personnel compensation.....	368	388	321
12.1 Personnel benefits: Civilian employees.....	35	37	26
21.0 Travel and transportation of persons.....	35	40	21
22.0 Transportation of things.....	6	8	4
23.0 Rent, communications, and utilities.....	2	3	2
25.0 Other services.....	13	23	19
26.0 Supplies and materials.....	5	7	2
31.0 Equipment.....	7	10	4
41.0 Grants, subsidies, and contributions.....	40	49	25
Total obligations, allotment accounts.....	511	565	424
99.0 Total obligations.....	6,456	6,948	5,434

## Obligations are distributed as follows:

Soil Conservation Service.....	5,945	6,383	5,010
Economic Research Service.....	23	28	21
Forest Service.....	488	537	403

## Personnel Summary

<b>SOIL CONSERVATION SERVICE</b>			
Total number of permanent positions.....	422	408	326
Full-time equivalent of other positions.....	49	49	30
Average number of all employees.....	462	458	353
Average GS grade.....	8.2	8.2	8.2
Average GS salary.....	\$9,489	\$10,425	\$10,440



## General and special funds—Continued

## WATERSHED PLANNING—Continued

## Personnel Summary—Continued

Identification code 05-20-1066-0-1-401	1969 actual	1970 est.	1971 est.
<b>ALLOTMENT ACCOUNTS</b>			
Total number of permanent positions .....	31	32	27
Full-time equivalent of other positions .....	3	4	4
Average number of all employees .....	36	35	30
Average GS grade .....	8.0	8.1	8.1
Average GS salary .....	\$9,235	\$10,272	\$10,298

## WATERSHED WORKS OF IMPROVEMENT

For necessary expenses to carry out preventive measures, including, but not limited to research, engineering operations, methods of cultivation, the growing of vegetation, and changes in use of land, in accordance with the Watershed Protection and Flood Prevention Act, approved August 4, 1954, as amended (16 U.S.C. 1001-1005, 1007-1008), and the provisions of the Act of April 27, 1935 (16 U.S.C. 590 a-f), to remain available until expended; [\$63,873,000] \$74,278,000, with which shall be merged the unexpended balances of funds heretofore appropriated or transferred to the Department for watershed protection purposes: *Provided*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$100,000 shall be available for employment under 5 U.S.C. 3109: *Provided further*, That [\$5,000,000] \$4,000,000 of the funds in the direct loan account of the Farmers Home Administration shall be available until expended for loans. (7 U.S.C. 2201-2202; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-20-1067-0-1-401	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Operating costs:			
1. Watershed works of improvement .....	60,465	73,567	76,741
2. Loan services .....	233	325	350
Total operating costs .....	60,698	73,892	77,091
Unfunded adjustments to operating costs shown above:			
Depreciation on property .....	-382	-390	-400
Office space occupied without charge .....	-684	-700	-820
Change in accrued annual leave <sup>1</sup> .....	-149	-183	-351
Total operating costs, funded .....	59,483	72,619	75,520
Capital outlay:			
1. Capitalized property .....	602	600	800
2. Loans .....	1,032	1,700	468
3. Advances for future water supply .....	141	160	180
Total capital outlay, funded .....	1,775	2,460	1,448
Total program costs, funded .....	61,258	75,079	76,968
Change in selected resources <sup>2</sup> .....	3,081	-8,427	-2,690
10 Total obligations .....	64,339	66,652	74,278
<b>Financing:</b>			
21 Unobligated balance available, start of year .....	-7,795	-629	-----
23 Unobligated balance transferred to other accounts .....	700	-----	-----
24 Unobligated balance available, end of year .....	629	-----	-----
Budget authority .....	57,873	66,023	74,278
<b>Budget authority:</b>			
40 Appropriation .....	57,908	63,873	74,278
41 Transferred to other accounts .....	-35	-9	-----
43 Appropriation (adjusted) .....	57,873	63,864	74,278
44.20 Proposed supplemental for civilian pay act increases .....	-----	2,159	-----

## Relation of obligations to outlays:

71 Obligations incurred, net .....	64,339	66,652	74,278
72 Obligated balance, start of year .....	48,509	51,818	41,705
73 Obligated balance transferred, net .....	-730	-----	-----
74 Obligated balance, end of year .....	-51,818	-41,705	-37,157
90 Outlays, excluding pay increase supplemental .....	60,300	74,700	78,732
91.20 Outlays from civilian pay act supplemental .....	-----	2,065	94

<sup>1</sup> Accrued annual leave as of June 30 is as follows: 1968, -\$2,453 thousand; 1969, -\$2,602 thousand; 1970, -\$2,785 thousand; 1971, -\$3,136 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows:

	1968	1969	1970	1971
Unpaid undelivered orders .....	38,548	42,344	35,616	33,394
Undisbursed loans .....	2,883	2,168	468	-----
Advances .....	5	5	6	6
Total selected resources .....	41,436	44,517	36,090	33,400

The Department cooperates with the States and other agencies in installing works of improvement in small watersheds to reduce damage from floodwater, sediment, and erosion and for the conservation, development, utilization, and disposal of water. It provides loans to local organizations to help them finance their share of the costs of certain works of improvement.

## MAIN WORKLOAD FACTORS

Status of projects approved for operations:	1969 actual	1970 estimate	1971 estimate
Approved, current fiscal year .....	103	33	50
Approved, cumulative at June 30 .....	937	970	1,020
Completed, current fiscal year .....	33	60	65
Completed, cumulative at June 30 .....	238	298	363
Work in progress at June 30 .....	699	672	657

1. *Watershed works of improvement.*—The Department provides technical and financial assistance to local organizations to install watershed works of improvement for watershed protection, flood prevention, agricultural water management, recreation, and fish and wildlife development features specified in the work plans.

(a) *Pilot demonstration watersheds.*—Sixty-two pilot watersheds were started in 1954 in cooperation with local sponsors under authority of the act of April 27, 1935 (16 U.S.C. 590a-f), to demonstrate and evaluate the effectiveness of works of improvement installed in small watersheds for watershed protection and flood prevention. As of June 30, 1969, work had been discontinued in eight projects and completed as planned in 54, except for three structures now under contract.

Also, project evaluation studies will be underway through 1970 in some project areas. Obligations for such studies amounted to \$63 thousand in 1969 and are estimated at \$110 thousand for 1970.

The following table shows the current status of pilot watershed projects:

[Dollars in thousands]

Explanation	1969 actual		1970 estimate	
	Number	Amount	Number	Amount
1. Uncompleted projects at beginning of year and estimated completion cost .....	2	\$46	--	-----
2. Status of projects and amounts obligated:				
(a) Projects completed during the year .....	2	46	--	-----
(b) Projects continuing construction and land treatment .....	--	-----	--	-----
Total .....	2	46	--	-----
3. Uncompleted projects at end of year:				
(a) Obligations to date .....	--	-----	--	-----
(b) Estimated completion cost .....	--	-----	--	-----
4. Projects completed (cumulative) and total cost .....	54	43,260	54	\$43,260



5. Projects discontinued (cumulative) and total cost.....	8	330	8	330
6. Total projects approved and estimated total cost.....	62	43,590	62	43,590
7. Total obligations (cumulative).....		43,590	--	43,590

<sup>1</sup> Includes \$1,264,860 for project evaluation studies charged to project costs prior to the fiscal year 1960.

(b) *Public Law 566 watersheds.*—After local sponsoring organizations have developed watershed work plans, either with the Department's assistance or with State and local resources, and the projects have been approved as suitable for Federal participation, technical services and financial assistance are provided for specified works of improvement.<sup>1</sup> On non-Federal lands local sponsoring organizations may contract for construction work or request the SCS to do the contracting for them. The local sponsors operate and maintain the projects. In the case of multiple-purpose structures, they also bear a share of construction costs.

Local organizations must acquire water rights and furnish land, easements, and rights-of-way for all structural measures. However, the Federal Government may pay up to one-half the cost of land, easements, and rights-of-way allocated to public fish and wildlife and recreational developments. Federal agencies do this work on Federal lands which they administer. Appropriate contributions are made by local people who receive benefits.

Preconstruction land treatment and engineering services are furnished to all approved projects before they are advanced to the construction stage. During the preconstruction stage, surveys and investigations are made and detailed designs, specifications, and engineering cost estimates are prepared for construction of structural works; areas are delineated where easements are required; and technical services are furnished for accelerating the planning and application of land treatment measures if provided for in the watershed work plan.

The project construction stage begins either with the execution of the first project agreement for construction of works of improvement, or with the signing of a construction contract (in projects for which the Federal Government does the contracting). Under a project agreement, the local sponsoring organization agrees to construct a segment of the project. This may consist of an individual or an interrelated group of structures. The agreement (or contract, where Federal contracting is involved) obligates the Department to furnish its share of the construction cost. Engineering and other services are provided for the preparation of contracts and inspection of construction.

When the local sponsoring organization does the contracting, payments are made to it in accordance with the project agreement as the work progresses. When a local organization requests the Service to do the contracting for works of improvement, the Service makes payments directly to the contractor as work progresses. This includes both the amounts financed from Federal funds and contributions received from local organizations for their share of construction cost. Technical assistance in planning and installing land treatment measures is continued as specified in the watershed work plan.

The following table shows the status of Public Law 566 projects and amounts obligated or estimated to be obligated. The table does not reflect minor obligations for project evaluation studies (\$253 thousand cumulatively as of June 30, 1969), for balances remaining in the undistributed equipment account (\$498 thousand cumulatively as of June 30, 1969), or for advances for future water supplies (\$450 thousand cumulatively as of June 30, 1969).

The table shows, on a national basis, the status of projects by category of assistance provided, funds obligated in fiscal year 1969 and funds programed for obligations in fiscal years 1970 and 1971, on the basis of available funds.

		[Dollars in thousands]					
Explanation		1969 actual		1970 estimate		1971 estimate	
		Number	Amount	Number	Amount	Number	Amount
1. Projects approved for operations and estimated cost of completion:							
(a) Uncompleted projects at beginning of year.....		629	520,555	699	627,336	672	627,171
(b) Projects approved during year.....		103	170,427	33	66,052	50	74,000
Total.....		732	690,982	732	693,388	722	701,171
2. Status of projects and amounts obligated:							
(a) Projects not requiring funds.....		57	-----	57	-----	60	-----
(b) Projects receiving land treatment and engineering services.....		194	4,268	177	3,894	154	3,388
(c) Projects moved into construction stage during year.....		54	10,800	50	10,500	70	15,400
(d) Prior year projects continuing construction and land treatment.....		374	47,858	363	50,623	348	53,863
(e) Projects with construction completed continuing land treatment.....		20	200	25	250	25	250
(f) Projects completed during year.....		33	520	60	950	65	1,027
Total.....		732	63,646	732	66,217	722	73,928
3. Uncompleted projects (cumulative) at end of year:							
(a) Obligations to date.....		699	403,971	672	428,660	657	451,595
(b) Estimated cost of completion.....		699	627,336	672	627,171	657	627,243
4. Projects completed (cumulative) and total cost.....		238	107,407	298	149,000	363	200,000
5. Total projects approved (cumulative) and total cost.....		937	1,162,515	970	1,228,567	1,020	1,302,567
6. Total obligations (cumulative).....		---	511,378	---	577,667	-----	651,595

2. *Loans and related expense.*—Loans are made to local sponsoring organizations to finance the local share of the costs of installing works of improvement in approved watershed projects. Repayment with interest is required within 50 years after the principal benefits of improvements become available. Loans are made from the direct loan account of the Farmers Home Administration; \$5 million is available for fiscal year 1970 and \$4 million is recommend-

ed for 1971. Loan services related to processing and making loans will be financed from this appropriation.

#### Object Classification (in thousands of dollars)

Identification code 05-20-1067-0-1-401	1969 actual	1970 est.	1971 est.
SOIL CONSERVATION SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	18,833	20,383	21,335
11.3 Positions other than permanent.....	1,474	1,725	1,800
11.5 Other personnel compensation.....	295	300	320
Total personnel compensation.....	20,602	22,408	23,455

<sup>1</sup> Projects involving an estimated Federal contribution in excess of \$250 thousand for construction or any single structure having a capacity in excess of 2,500 acre-feet require congressional approval.



## General and special funds—Continued

## WATERSHED WORKS OF IMPROVEMENT—Continued

## Object Classification (in thousands of dollars)—Continued

Identification code 05-20-1067-0-1-401	1969 actual	1970 est.	1971 est.
SOIL CONSERVATION SERVICE—Con.			
12.1 Personnel benefits: Civilian employees..	1,754	1,850	2,000
13.0 Benefits for former personnel.....	2	-----	-----
21.0 Travel and transportation of persons..	642	712	770
22.0 Transportation of things.....	188	190	200
23.0 Rent, communications, and utilities....	659	660	675
24.0 Printing and reproduction.....	295	300	330
25.0 Other services.....	975	925	930
Contracts.....	5,826	12,922	17,050
26.0 Supplies and materials.....	626	630	650
31.0 Equipment.....	525	500	550
33.0 Investments and loans.....	155	100	100
41.0 Grants, subsidies, and contributions....	30,620	24,000	26,000
42.0 Insurance claims and indemnities.....	1	-----	-----

Total obligations, Soil Conservation Service.....

	62,870	65,197	72,710
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## ALLOTMENT ACCOUNTS

Personnel compensation:			
11.1 Permanent positions.....	492	611	656
11.3 Positions other than permanent.....	59	52	63
11.5 Other personnel compensation.....	2	1	2
Total personnel compensation.....	553	664	721
12.1 Personnel benefits: Civilian employees..	47	55	61
21.0 Travel and transportation of persons..	32	49	53
22.0 Transportation of things.....	9	8	12
23.0 Rent, communications, and utilities....	30	24	28
24.0 Printing and reproduction.....	1	1	2
25.0 Other services.....	92	124	126
26.0 Supplies and materials.....	27	34	16
31.0 Equipment.....	9	10	12
32.0 Lands and structures.....	1	1	1
33.0 Investments and loans.....	312	-----	-----
41.0 Grants, subsidies, and contributions....	356	485	536

Total obligations, allotment accounts.....

	1,469	1,455	1,568
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99.0 Total obligations.....

	64,339	66,652	74,278
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## Obligations are distributed as follows:

Department of Agriculture:			
Soil Conservation Service.....	62,870	65,197	72,710
Economic Research Service.....	132	130	113
Farmers Home Administration.....	550	325	350
Forest Service.....	693	916	1,037
Department of the Interior.....	94	84	68

## Personnel Summary

SOIL CONSERVATION SERVICE			
Total number of permanent positions.....	2,054	1,974	2,207
Full-time equivalent of other positions.....	305	340	370
Average number of all employees.....	2,316	2,330	2,540
Average GS grade.....	8.2	8.2	8.2
Average GS salary.....	\$9,489	\$10,425	\$10,440

## ALLOTMENT ACCOUNTS

Total number of permanent positions.....	52	58	64
Full-time equivalent of other positions.....	10	8	10
Average number of all employees.....	58	62	70
Average GS grade.....	8.0	8.0	8.0
Average GS salary.....	\$9,346	\$10,271	\$10,224

## FLOOD PREVENTION

For necessary expenses, in accordance with the Flood Control Act, approved June 22, 1936 (33 U.S.C. 701-709, 16 U.S.C. 1006a), as amended and supplemented, and in accordance with the provisions of laws relating to the activities of the Department, to perform works of improvement, including funds for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$100,000 for employment under 5 U.S.C. 3109, to remain available until expended; [\$20,223,000] \$21,037,000, with which shall be merged the unexpended balances of funds heretofore appropriated or transferred to the Department for flood prevention purposes: Provided, That \$400,000 of funds in the direct loan account of the Farmers Home Administration shall be available until expended for loans. (7 U.S.C. 2201-2202; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

For an additional amount for "Flood prevention", for emergency measures for runoff retardation and soil erosion prevention, as provided by section 216 of the Flood Control Act of 1950 (33 U.S.C. 701 b-1), \$3,700,000, to remain available until expended.

## Program and Financing (in thousands of dollars)

Identification code 05-20-1036-0-1-401	1969 actual	1970 est.	1971 est.
Program by activities:			
Operating costs:			
1. Works of improvement.....	24,528	29,330	27,115
2. Loan services.....	110	183	183
Total operating costs.....	24,638	29,513	27,298
Unfunded adjustments to total operating costs shown above:			
Depreciation on property.....	-117	-120	-120
Office space occupied without cost..	-147	-150	-150
Change in accrued annual leave <sup>1</sup> ..	-49	-43	-20
Total operating costs, funded....	24,325	29,200	27,008
Capital outlay:			
1. Capitalized property.....	118	150	150
2. Loans.....	226	25	-----
Total capital outlay, funded....	344	175	150
Total program costs, funded....	24,669	29,375	27,158
Change in selected resources <sup>2</sup> .....	651	1,993	-6,121
10 Total obligations.....	25,320	31,368	21,037
Financing:			
21 Unobligated balance available, start of year.....	-7,728	-6,631	-----
24 Unobligated balance available, end of year.....	6,631	-----	-----
Budget authority.....	24,223	24,737	21,037
Budget authority:			
40 Appropriation.....	24,224	23,923	21,037
41 Transferred to other accounts.....	-1	-1	-----
43 Appropriation (adjusted).....	24,223	23,922	21,037
44.20 Proposed supplemental for civilian pay act increases.....	-----	815	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	25,320	31,368	21,037
72 Obligated balance, start of year.....	12,106	12,784	15,104
74 Obligated balance, end of year.....	-12,784	-15,104	-7,899
90 Outlays, excluding pay increase supplemental.....	24,642	28,270	28,205
91.20 Outlays from civilian pay act supplemental.....	-----	778	37

<sup>1</sup> Accrued annual leave as of June 30 is as follows: 1968, -\$796 thousand; 1969, -\$845 thousand; 1970, -\$888 thousand; 1971, -\$908 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows:

	1968 actual	1969 actual	1970 estimate	1971 target
Unpaid undelivered orders.....	9,951	10,803	12,821	6,700
Undisbursed loans.....	226	25	-----	-----

Total selected resources.... 10,177 10,828 12,821 6,700

1. *Works of improvement.*—The Department cooperates with soil conservation districts and other local organizations in planning and installing works of improvement for flood prevention and for furthering the conservation, development, utilization, and disposal of water in the 11 watersheds authorized by the Flood Control Act of 1944. The Federal Government shares in the cost of works of improvement for flood prevention, agricultural water management, recreation, and fish and wildlife development facilities.

The Department furnishes additional technical and in certain instances financial assistance to landowners to accelerate planning and installation of land treatment measures for runoff retardation, sediment control, and water management. Local sponsoring organizations must furnish all land, easements and rights-of-way, water rights, and the entire cost of works of improvement for nonagricultural water management measures, except those for fish and wildlife development and recreation, and operate and maintain all completed works of improvement.

Within the 11 watersheds authorized for flood prevention work by the Flood Control Act of 1944, 402 subwatershed areas have been identified in which installation of flood prevention works of improvement is feasible. Installation progress in these subwatersheds is shown in the following table:

Subwatershed status:	End of fiscal year		
	1969	1970	1971
In construction.....	126	126	126
Completed.....	132	142	152
Not started.....	144	134	124

2. *Loans and related expense.*—Loans are made to local organizations to help finance their share of the costs of planned works of improvement. Repayment with interest is required within 50 years after the principal benefits of improvements first become available. In 1970 and 1971 loans will be made from funds available for this purpose from the direct loan account of the Farmers Home Administration. Loan services related to processing and making loans will be financed from funds available in this appropriation.

#### Object Classification (in thousands of dollars)

Identification code 05-20-1036-0-1-401	1969 actual	1970 est.	1971 est.
<b>SOIL CONSERVATION SERVICE</b>			
Personnel compensation:			
11.1 Permanent positions.....	6,120	6,452	5,362
11.3 Positions other than permanent.....	696	746	810
11.5 Other personnel compensation.....	91	95	90
Total personnel compensation.....	6,907	7,293	6,262
12.1 Personnel benefits: Civilian employees.....	562	606	536
21.0 Travel and transportation of persons.....	188	209	183
22.0 Transportation of things.....	37	37	30
23.0 Rent, communications, and utilities.....	182	190	152
24.0 Printing and reproduction.....	126	127	106
25.0 Other services.....	1,055	1,093	925
Construction contracts.....	10,961	13,367	8,826
26.0 Supplies and materials.....	608	880	507
31.0 Equipment.....	125	136	100
33.0 Investments and loans.....	158	-----	-----
41.0 Grants, subsidies, and contributions.....	113	120	101
Total obligations, Soil Conservation Service.....	21,022	24,058	17,728
<b>ALLOTMENT ACCOUNTS</b>			
Personnel compensation:			
11.1 Permanent positions.....	1,330	1,613	1,598
11.3 Positions other than permanent.....	749	654	650

11.5 Other personnel compensation.....	57	48	49
Total personnel compensation.....	2,136	2,315	2,297
12.1 Personnel benefits: Civilian employees.....	166	177	175
21.0 Travel and transportation of persons.....	38	59	28
22.0 Transportation of things.....	126	239	80
23.0 Rent, communications, and utilities.....	81	159	58
24.0 Printing and reproduction.....	5	8	5
25.0 Other services.....	857	2,528	405
26.0 Supplies and materials.....	642	1,249	163
31.0 Equipment.....	38	75	27
32.0 Lands and structures.....	17	244	10
33.0 Investments and loans.....	25	-----	-----
41.0 Grants, subsidies, and contributions.....	206	295	100
42.0 Insurance claims and indemnities.....	1	2	1
Subtotal.....	4,338	7,350	3,349
95.0 Quarters and subsistence charges.....	-40	-40	-40
Total obligations, allotment accounts.....	4,298	7,310	3,309
99.0 Total obligations.....	25,320	31,368	21,037

#### Obligations are distributed as follows:

Soil Conservation Service.....	21,022	24,058	17,728
Economic Research Service.....	38	46	46
Farmers Home Administration.....	135	183	183
Forest Service.....	4,125	7,081	3,080

#### Personnel Summary

<b>SOIL CONSERVATION SERVICE</b>			
Total number of permanent positions.....	701	663	562
Full-time equivalent of other positions.....	147	145	170
Average number of all employees.....	833	813	727
Average GS grade.....	8.2	8.2	8.2
Average GS salary.....	\$9,489	\$10,425	\$10,440

#### ALLOTMENT ACCOUNTS

Total number of permanent positions.....	169	175	176
Full-time equivalent of other positions.....	166	122	122
Average number of all employees.....	326	296	296
Average GS grade.....	7.9	8.0	8.0
Average GS salary.....	\$9,101	\$10,094	\$10,098

#### GREAT PLAINS CONSERVATION PROGRAM

For necessary expenses to carry into effect a program of conservation in the Great Plains area, pursuant to section 16(b) of the Soil Conservation and Domestic Allotment Act, as added by the Act of August 7, 1956 (16 U.S.C. 590p), [\$15,000,000] \$15,355,000, to remain available until expended. (7 U.S.C. 2201-2202; *Department of Agriculture and Related Agencies Appropriation Act, 1970.*)

#### Program and Financing (in thousands of dollars)

Identification code 05-20-2268-0-1-354	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Operating costs:			
Great Plains Conservation program.....	16,052	16,463	16,375
Unfunded adjustments to total operating cost shown above:			
Depreciation on property.....	-56	-51	-50
Office space occupied without charge.....	-39	-45	-45
Change in accrued annual leave <sup>1</sup> .....	-22	-44	-5
Total operating costs, funded.....	15,935	16,323	16,275
Capital outlay.....	30	30	50
Total program costs, funded.....	15,965	16,353	16,325
Change in selected resources <sup>2</sup> .....	1,968	-942	-970
10 Total obligations.....	17,933	15,411	15,355

<sup>1</sup> Accrued annual leave as of June 30 is as follows: 1968, -\$473 thousand; 1969, -\$496 thousand; 1970, -\$540 thousand; 1971, -\$545 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$27,650 thousand; 1969, \$29,618 thousand; 1970, \$28,676 thousand; 1971, \$27,706 thousand.



## General and special funds—Continued

## GREAT PLAINS CONSERVATION PROGRAM—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-20-2268-0-1-354		1969 actual	1970 est.	1971 est.
<b>Financing:</b>				
21	Unobligated balance available, start of year.....	-1,842	-69	-----
24	Unobligated balance available, end of year.....	69	-----	-----
	<b>Budget authority.....</b>	<b>16,160</b>	<b>15,342</b>	<b>15,355</b>
<b>Budget authority:</b>				
40	Appropriation.....	16,160	15,000	15,355
44.20	Proposed supplemental for civilian pay act increases.....	-----	342	-----
<b>Relation of obligations to outlays:</b>				
71	Obligations incurred, net.....	17,933	15,411	15,355
72	Obligated balance, start of year.....	28,320	30,301	28,912
74	Obligated balance, end of year.....	-30,301	-28,912	-27,417
90	Outlays, excluding pay increase supplemental.....	15,952	16,500	16,808
91.20	Outlays from civilian pay act supplemental.....	-----	300	42

This program is a voluntary program which supplements other conservation programs of the Department in 424 designated counties of 10 Great Plains States. It provides cost-sharing assistance and technical services to participating farmers and ranchers in the development and installation of long-term conservation plans for their land. Cost-sharing contracts with individual landowners extend over periods of 3 to 10 years.

Plans for conservation operations are developed for each participating farm or ranch in the eligible area. These plans serve as a basis for cost-sharing contracted practices. The primary purpose of this program is to achieve needed land use adjustments, conservation treatments, and economic stability of each operating unit. Planned work is installed under contract within specific time schedules.

The need for technical help to farmers and ranchers will increase over a period of years as more participants enter the program. This increasing workload has two parts: (a) assistance to new participants in preparing long-term contracts; and (b) installation services in accord with the terms and period of time specified in each contract.

## MAIN WORKLOAD FACTORS

Program participants:	1969 actual	1970 estimate	1971 estimate
New contracts during year.....	3,484	2,750	2,720
Active contracts end of year (net of terminations).....	18,925	18,375	17,680

As of June 30, 1969, there was a backlog of 5,342 unserved applications on hand. A total of 18,925 farmers and ranchers were cooperating in this cost-share program. Cooperating landowners finance the entire cost of installing recurring management-type practices and pay a specified part of the cost-shared practices installed on their land.

Program regulations provide that cost-share rates offered in any contract shall not exceed 80% of the average cost of installing each eligible practice within the designated county. The rate of cost-sharing varies among practices and among States due to differences in average costs for installation. There is also a total dollar limit of \$25 thousand per contract. Federal cost-sharing

has a dollar limit of \$2,500 for the construction, enlarging, or deepening of any dam, pit, or pond for irrigation water. Also, there is a limit of not more than \$2,500 or one-fourth of the total Federal obligation, whichever is larger, for irrigation practices in any one contract.

Each participant who signs a Great Plains program contract is responsible for installing his plan of operations. The Department is committed to furnishing the necessary technical help for design, layout, and other similar services. Cooperating farmers and ranchers are encouraged to make use of other available assistance under local, State and Federal programs as a means of further improving their land and water resources.

## Object Classification (in thousands of dollars)

Identification code 05-20-2268-0-1-354		1969 actual	1970 est.	1971 est.
<b>SOIL CONSERVATION SERVICE</b>				
<b>Personnel compensation:</b>				
11.1	Permanent positions.....	3,217	3,465	3,402
11.3	Positions other than permanent.....	264	320	350
11.5	Other personnel compensation.....	2	2	2
	<b>Total personnel compensation.....</b>	<b>3,483</b>	<b>3,787</b>	<b>3,754</b>
12.1	Personnel benefits: Civilian employees.....	293	328	338
21.0	Travel and transportation of persons.....	47	55	51
22.0	Transportation of things.....	28	30	25
23.0	Rent, communications, and utilities.....	66	70	65
24.0	Printing and reproduction.....	14	15	14
25.0	Other services.....	69	68	62
26.0	Supplies and materials.....	123	125	118
31.0	Equipment.....	28	35	30
41.0	Grants, subsidies, and contributions.....	13,677	10,800	10,800
	<b>Total obligations, Soil Conservation Service.....</b>	<b>17,828</b>	<b>15,313</b>	<b>15,257</b>
<b>ALLOTMENT ACCOUNTS</b>				
<b>Personnel compensation:</b>				
11.1	Permanent positions.....	15	9	10
11.3	Positions other than permanent.....	3	-----	-----
	<b>Total personnel compensation.....</b>	<b>18</b>	<b>9</b>	<b>10</b>
12.1	Personnel benefits: Civilian employees.....	2	1	1
24.0	Printing and reproduction.....	2	2	2
25.0	Other services.....	4	7	6
41.0	Grants, subsidies, and contributions.....	79	79	79
	<b>Total obligations, allotment accounts.....</b>	<b>105</b>	<b>98</b>	<b>98</b>
99.0	<b>Total obligations.....</b>	<b>17,933</b>	<b>15,411</b>	<b>15,355</b>

## Obligations are distributed as follows:

Soil Conservation Service.....	17,828	15,313	15,257
Agricultural Stabilization and Conservation Service.....	79	79	79
Economic Research Service.....	8	-----	-----
Office of Information.....	18	19	19

## Personnel Summary

SOIL CONSERVATION SERVICE			
Total number of permanent positions-----	367	365	368
Full-time equivalent of other positions-----	53	55	60
Average number of all employees-----	412	424	423
Average GS grade-----	8.2	8.2	8.2
Average GS salary-----	\$9,489	\$10,425	\$10,440
	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>
ALLOTMENT ACCOUNTS			
Total number of permanent positions-----	2	1	1
Average number of all employees-----	2	1	1
Average GS grade-----	9.1	8.5	8.5
Average GS salary-----	\$10,552	\$10,642	\$10,822



## RESOURCE CONSERVATION AND DEVELOPMENT

For necessary expenses in planning and carrying out projects for resource conservation and development, and for sound land use, pursuant to the provisions of section 32(e) of title III of the Bankhead-Jones Farm Tenant Act, as amended (7 U.S.C. 1011; 76 Stat. 607), and the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-f), [\$10,252,000] \$13,876,000, to remain available until expended: *Provided*, [That the unobligated balance of funds heretofore appropriated under the head "Rural renewal" shall be transferred to and merged with this appropriation: *Provided further*,] That [\$3,300,000] \$2,000,000 of the funds available in the direct loan account of the Farmers Home Administration shall be available for loans under subtitle A of the Consolidated Farmers Home Administration Act of 1961, as amended (7 U.S.C. 1922-1929), and Section 32(e) of title III of the Bankhead-Jones Farm Tenant Act, as amended (7 U.S.C. 1011(e)), to remain available until expended: *Provided further*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$50,000 shall be available for employment under 5 U.S.C. 3109. (7 U.S.C. 2201-2202; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-20-1010-0-1-354	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
<b>Operating costs:</b>			
1. Project investigations and planning.....	462	1,265	344
2. Resource development and technical services.....	7,188	9,280	10,865
3. Loan services.....	157	325	300
Total operating costs.....	7,807	10,870	11,509
<b>Unfunded adjustments to total operating costs shown above:</b>			
Depreciation on property.....	-67	-80	-90
Office space occupied without charge.....	-80	-90	-100
Change in accrued annual leave <sup>1</sup> .....	-30	-94	-47
Total operating costs, funded....	7,630	10,606	11,272
<b>Capital outlay:</b>			
1. Capitalized property.....	131	142	160
2. Loans.....	772	458	-----
Total capital outlay, funded....	903	600	160
Total program costs, funded....	8,533	11,206	11,432
Change in selected resources <sup>2</sup> .....	-1,640	52	2,444
10 Total obligations.....	6,893	11,258	13,876
<b>Financing:</b>			
21 Unobligated balance available, start of year.....	-833	-303	-----
22 Unobligated balance transferred from other accounts.....	-----	-134	-----
24 Unobligated balance available, end of year.....	303	-----	-----
Budget authority.....	6,363	10,821	13,876
<b>Budget authority:</b>			
40 Appropriation.....	6,367	10,252	13,876
41 Transferred to other accounts.....	-4	-4	-----
43 Appropriation (adjusted).....	6,363	10,248	13,876
44.20 Proposed supplemental for civilian pay act increases.....	-----	573	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	6,893	11,259	13,876
72 Obligated balance, start of year.....	3,423	1,879	2,981

74	Obligated balance, end of year.....	-1,879	-2,981	-6,541
90	Outlays, excluding pay increase supplemental.....	8,437	9,600	10,300
91.20	Outlays from civilian pay act supplemental.....	-----	557	16

<sup>1</sup> Accrued annual leave as of June 30: 1968, -\$303 thousand; 1969, -\$333 thousand; 1970, -\$427 thousand; 1971, -\$474 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows:

	1968	1969	1970	1971
Unpaid undelivered orders.....	1,870	840	1,350	3,794
Undisbursed loans.....	1,068	458	-----	-----
Total selected resources.....	2,938	1,298	1,350	3,794

The Department cooperates with other Federal agencies, States, local units of government, groups and individuals in developing and carrying out programs and plans for resource conservation and development. It shares in the cost of installing planned project measures, when justified as a public need. Loans are provided to qualified local sponsoring organizations when needed to help them finance their share of the cost of certain project measures which are in the public interest. Project measures planned will contribute to improvement in the economy of the area and to needed land use adjustments.

In each project area approved for planning, technical assistance is provided to help sponsoring organizations prepare overall plans for resource conservation and development. Project plans are expected to be finished and operations begun in 60 areas by June 30, 1970. The eight project plans started in 1970 and completed in 1971 will bring the number of plans authorized for operations by June 30, 1971 to 68.

Each project authorized for operations is provided technical assistance to help cooperating groups and individuals plan and install land treatment measures; to design and supervise installation of community-type project measures; and to assist in the preparation of plans for resource development and economic improvement within project areas.

The main workload factors in 1971 include:

(a) Assistance to local sponsors in developing suitable plans.

(b) Operations in 68 project areas for which plans will have been completed.

(c) Acceleration of project measures installation expected to be made possible by additional State and local funds.

Field work under this program consists primarily of planning, designing, and supervision of installation of project measures and conservation practices. The purpose of such measures and practices is to develop or improve the economic use of natural resources. This includes outdoor recreation facilities and income-producing enterprises. Such projects are based on and must be in accord with need and proper land use. Investigations, surveys and planning are prerequisite to the operating phase of this program. Financial contributions, loans, and other Federal assistance are used to help plan and install project measures as specified in project plans.

Loans are made to qualified local organizations to help finance their share of the costs of installing project measures. Funds will be available for loans from the Direct loan account of the Farmers Home Administration.

## General and special funds—Continued

## RESOURCE CONSERVATION AND DEVELOPMENT—Continued

## Object Classification (in thousands of dollars)

Identification code 05-20-1010-0-1-354	1969 actual	1970 est.	1971 est.
<b>SOIL CONSERVATION SERVICE</b>			
Personnel compensation:			
11.1 Permanent positions.....	3,927	4,895	4,610
11.3 Positions other than permanent.....	272	325	350
11.5 Other personnel compensation.....	12	16	25
Total personnel compensation.....	4,211	5,236	4,985
12.1 Personnel benefits: Civilian employees.....	376	481	490
21.0 Travel and transportation of persons.....	149	221	225
22.0 Transportation of things.....	41	59	60
23.0 Rent, communications, and utilities.....	144	160	160
24.0 Printing and reproduction.....	65	80	80
25.0 Other services.....	133	160	250
Construction.....	263	2,693	4,725
26.0 Supplies and materials.....	145	200	200
31.0 Equipment.....	92	150	150
41.0 Grants, subsidies, and contributions.....	217	500	1,000
42.0 Insurance claims and indemnities.....	1		
Total obligations, Soil Conservation Service.....	5,837	9,940	12,325

## ALLOTMENT ACCOUNTS

Personnel compensation:			
11.1 Permanent positions.....	265	463	494
11.3 Positions other than permanent.....	7	10	12
11.5 Other personnel compensation.....	1	1	1
Total personnel compensation.....	273	474	507
12.1 Personnel benefits: Civilian employees.....	22	35	41
21.0 Travel and transportation of persons.....	19	36	40
22.0 Transportation of things.....		2	3
23.0 Rent, communications, and utilities.....	7	14	13
24.0 Printing and reproduction.....	1	1	1
25.0 Other services.....	3	5	9
26.0 Supplies and materials.....	1	6	3
31.0 Equipment.....		1	2
33.0 Investments and loans.....	162		
41.0 Grants, subsidies, and contributions.....	568	744	932
Total obligations, allotment accounts.....	1,056	1,318	1,551
99.0 Total obligations.....	6,893	11,258	13,876

## Obligations are distributed as follows:

Soil Conservation Service.....	5,837	9,940	12,325
Economic Research Service.....	122	174	185
Federal Extension Service.....	200	260	350
Farmers Home Administration.....	319	325	300
Forest Service.....	415	559	716

## Personnel Summary

<b>SOIL CONSERVATION SERVICE</b>			
Total number of permanent positions.....	411	470	440
Full-time equivalent of other positions.....	56	61	65
Average number of all employees.....	458	534	501
Average GS grade.....	8.2	8.2	8.2
Average GS salary.....	\$9,489	\$10,425	\$10,440
<b>ALLOTMENT ACCOUNTS</b>			
Total number of permanent positions.....	30	41	42
Full-time equivalent of other positions.....	2	2	2
Average number of all employees.....	27	39	40
Average GS grade.....	8.2	8.1	8.2
Average GS salary.....	\$9,734	\$10,423	\$10,537

## ALLOTMENTS AND ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations from other accounts are included in the schedules of the parent appropriation, as follows:

Executive: Appalachian Regional Commission, "Appalachian regional development programs."  
Commerce: Economic Development Administration, "Development facilities grants."

## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-20-3999-0-4-999	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Operating costs:			
1. Sale of maps and mosaics.....	909	975	980
2. Sale of personal property.....	501	350	650
3. Technical assistance to agricultural conservation program participants.....	7,685	8,400	4,000
4. Soil mechanics testing.....	97	100	102
5. Small watershed project investigations and planning.....	1,254	1,300	1,000
6. Small watershed project works of improvement.....	274	300	550
7. River basin studies.....	96	100	103
8. Technical services to Foreign Agricultural Service.....	56	60	60
9. Technical services to Agency for International Development.....	1,035	1,247	1,347
10. Soil surveys.....	1,230	1,200	1,220
11. Miscellaneous services to other accounts.....	993	1,148	1,315
Total operating costs.....	14,130	15,180	11,327
Unfunded adjustments to total operating costs shown above:			
Depreciation on property.....	-22	-25	-25
Office space occupied without charge.....	-100	-105	-105
Change in accrued annual leave <sup>1</sup> .....	-5	-9	6
Total operating costs, funded.....	14,003	15,041	11,203
Capital outlay.....	431	400	500
Total program costs, funded.....	14,434	15,441	11,703
Change in selected resources <sup>2</sup> .....	-139	204	30
10 Total obligations.....	14,295	15,645	11,733
<b>Financing:</b>			
Receipts and reimbursements from:			
11 Federal funds.....	-10,656	-11,972	-7,775
14 Non-Federal sources <sup>3</sup> .....	-3,639	-3,673	-3,958
Budget authority.....			
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....			
90 Outlays.....			

<sup>1</sup> Accrued annual leave as of June 30, as follows: 1968, -\$2 thousand; 1969, -\$7 thousand; 1970, -\$16 thousand; 1971, -\$10 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$884 thousand (1969 adjustments, -\$9 thousand); 1969, \$736 thousand; 1970, \$940 thousand; 1971, \$970 thousand.

<sup>3</sup> Reimbursements from non-Federal sources above are from State, county, municipal, and private organizations for soil and water conservation work rendered under cooperative agreements (16 U.S.C. 590a-590f); from Government agencies, farmers or other persons for reproduction of aerial and other photographs, mosaics, and soil, land use, and other maps (7 U.S.C. 1387); from proceeds of sale of personal property (40 U.S.C. 481(c)).

## Object Classification (in thousands of dollars)

Identification code 05-20-3999-0-4-999	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	9,489	10,136	7,106
11.3 Positions other than permanent.....	1,190	1,749	1,390



11.5	Other personnel compensation.....	108	200	193
	Total personnel compensation.....	10,787	12,085	8,689
12.1	Personnel benefits: Civilian employees.....	845	946	761
21.0	Travel and transportation of persons.....	141	146	144
22.0	Transportation of things.....	64	65	65
23.0	Rent, communications, and utilities.....	186	185	185
24.0	Printing and reproduction.....	45	47	50
25.0	Other services.....	1,207	1,164	935
26.0	Supplies and materials.....	456	448	334
31.0	Equipment.....	549	544	550
41.0	Grants, subsidies, and contributions.....	15	15	20
99.0	Total obligations.....	14,295	15,645	11,733

**Personnel Summary**

Total number of permanent positions.....	1,172	1,107	804
Full-time equivalent of other positions.....	205	275	221
Average number of all employees.....	1,353	1,397	1,017
Average GS grade.....	8.2	8.2	8.2
Average GS salary.....	\$9,489	\$10,425	\$10,440

**Trust Funds****MISCELLANEOUS CONTRIBUTED FUNDS****Program and Financing (in thousands of dollars)**

Identification code 05-20-8200-0-7-999	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Miscellaneous contributed funds (total operating costs).....	974	1,830	2,164
Unfunded adjustments to total operating costs:			
Depreciation included above.....	-3	-4	-5
Other costs included above not requiring funds.....	-5	-6	-6
Total program costs, funded.....	966	1,820	2,153
Change in selected resources <sup>1</sup> .....	490	-23	429
10 Total obligations.....	1,456	1,797	2,582
<b>Financing:</b>			
21 Unobligated balance available, start of year.....	-135	-197	-200
24 Unobligated balance available, end of year.....	197	200	300
60 Budget authority (appropriation) (permanent).....	1,518	1,800	2,682
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	1,456	1,797	2,582
72 Obligated balance, start of year.....	137	623	1,220
74 Obligated balance, end of year.....	-623	-1,220	-1,082
90 Outlays.....	970	1,200	2,720

<sup>1</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$67 thousand; 1969, \$557 thousand; 1970, \$534 thousand; 1971, \$963 thousand.

Miscellaneous contributed funds received from States, local organizations, individuals and others are available for work under cooperative agreements (68 Stat. 1227 and 41 Stat. 270).

**Object Classification (in thousands of dollars)**

Identification code 05-20-8200-0-7-999	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	611	827	1,131
11.3 Positions other than permanent.....	64	89	125
11.5 Other personnel compensation.....	1	5	9
Total personnel compensation.....	676	921	1,265
12.1 Personnel benefits: Civilian employees.....	55	75	103
21.0 Travel and transportation of persons.....	43	50	75

22.0	Transportation of things.....	7	10	15
23.0	Rent, communications, and utilities.....	11	15	20
24.0	Printing and reproduction.....	24	40	50
25.0	Other services.....	32	35	50
	Construction.....	551	565	855
26.0	Supplies and materials.....	10	15	19
41.0	Grants, subsidies, and contributions.....	45	51	80
44.0	Refunds.....	2	20	50
99.0	Total obligations.....	1,456	1,797	2,582

**Personnel Summary**

Total number of permanent positions.....	63	76	106
Full-time equivalent of other positions.....	14	18	25
Average number of all employees.....	76	95	130
Average GS grade.....	8.2	8.2	8.2
Average GS salary.....	\$9,489	\$10,425	\$10,440

**ECONOMIC RESEARCH SERVICE****Federal Funds****General and special funds:****SALARIES AND EXPENSES**

For necessary expenses of the Economic Research Service in conducting economic research and service relating to agricultural production, marketing, and distribution, as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627), and other laws, including economics of marketing; analyses relating to farm prices, income and population, and demand for farm products, use of resources in agriculture, adjustments, costs and returns in farming, and farm finance; and for analyses of supply and demand for farm products in foreign countries and their effect on prospects for United States exports, progress in economic development and its relation to sales of farm products, assembly and analysis of agricultural trade statistics and analysis of international financial and monetary programs and policies as they affect the competitive position of United States farm products; [ \$13,450,000 ] \$16,228,000: *Provided*, That not less than \$350,000 of the funds contained in this appropriation shall be available to continue to gather statistics and conduct a special study on the price spread between the farmer and consumer: *Provided further*, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$75,000 shall be available for employment under 5 U.S.C. 3109: *Provided further*, That not less than \$145,000 of the funds contained in this appropriation shall be available for analysis of statistics and related facts on foreign production and full and complete information on methods used by other countries to move farm commodities in world trade on a competitive basis. (7 U.S.C. 411, 1761-1768, 2201, 2202; 42 U.S.C. 1891-1893; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

**Program and Financing (in thousands of dollars)**

Identification code 05-24-1700-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Farm economics.....	6,576	6,795	7,359
2. Marketing economics.....	3,536	3,750	3,750
3. Domestic and foreign economic analysis.....	3,732	4,047	5,119
Total program costs, funded <sup>1</sup> .....	13,843	14,592	16,228
Change in selected resources <sup>2</sup> .....	-669	-----	-----
10 Total obligations.....	13,175	14,592	16,228
<b>Financing:</b>			
25 Unobligated balance lapsing.....	212	-----	-----
Budget authority.....	13,387	14,592	16,228

<sup>1</sup> Includes capital outlay as follows: 1969, \$53 thousand; 1970, \$53 thousand; 1971, \$53 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$1,449 thousand (1969 adjustments, -\$77 thousand); 1969, \$703 thousand; 1970, \$703 thousand; 1971, \$703 thousand.



## General and special funds—Continued

## SALARIES AND EXPENSES—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-24-1700-0-1-355		1969 actual	1970 est.	1971 est.
Budget authority:				
40	Appropriation.....	13,473	13,450	16,228
41	Transferred to other accounts.....	-86	-----	-----
43	Appropriation (adjusted).....	13,387	13,450	16,228
44.20	Proposed supplemental for civilian pay act increases.....	-----	1,142	-----
Relation of obligations to outlays:				
71	Obligations incurred, net.....	13,175	14,592	16,228
72	Obligated balance, start of year.....	1,662	1,737	1,857
74	Obligated balance, end of year.....	-1,737	-1,857	-1,660
77	Adjustments in expired accounts.....	-77	-----	-----
90	Outlays, excluding pay increase supplemental.....	13,023	13,380	16,375
91.20	Outlays from civilian pay act supplemental.....	-----	1,092	50

Agricultural economics research in the Department is administered by the Service. The results of the research program are relied upon by (a) producers, dealers, importers and exporters as aids in planning the most profitable adjustments in their operations, (b) Government agencies in formulating and administering agricultural programs, and (c) Congress in considering agricultural legislation.

1. *Farm economics.*—Research is conducted to measure, appraise, and analyze on a continuing basis, economic changes that occur in farming and in the use of human and natural rural resources and to indicate needed adjustments.

Research on the economics of farm production includes the economics of organization and management of farms; adjustments of production to prospective demands and changing technologies; appraisals of costs and returns on farms representative of important types, sizes, and locations, and the appraisal of costs of producing important commodities; development of measures of farm output and productivity; problems of farm size and capital requirements; financing of farm enterprises; and appraisal of alternative agricultural production policies and programs.

Natural resources economics is concerned with the economics of use, conservation, development, management, and control of natural resources and their relationship to economic activity. It includes economic analysis of land and water resources, resource institutions, and the economic and social conditions affecting use of resources. The increase proposed in fiscal year 1971 will be used to adapt and test remote sensing techniques for use in making resource inventories.

Economic development is focused upon the well-being and opportunities of rural people. It includes a broad research program on economic development of rural areas, opportunities and employment of rural people and factors affecting them, including local governments and other organizations. Special attention is given to the poor, who are found in heavy concentrations among rural people. The increase requested in fiscal year 1971 will permit development of a responsive research and data base for community development planning and action.

2. *Marketing economics.*—This activity covers economic aspects of marketing farm products, including the nature

of farmers' bargaining power; potentials for new products and new uses; market structure, performance costs and margins; the economic effects of school feeding, food stamp, and direct food distribution programs.

No change in appropriation is proposed for this activity in fiscal year 1971.

3. *Domestic and foreign economic analysis.*—Domestic economic analysis is concerned with identifying, measuring, and analyzing: (1) the factors affecting demand, supply, and price of agricultural commodities; (2) relationships between agriculture and the national economy; (3) farm income and the income of the farm population; (4) demand for and consumption of farm products; (5) long-term projections of economic growth and demand for farm products; and (6) historical developments in the policies, programs, and organization of the Department. The increase requested in fiscal year 1971 will be used to develop better measures of farm income and improve techniques of forecasting farm prices and income.

Foreign economic analysis includes trade studies and investigation of supply-demand relationships. The trade and market studies focus on the problems of developing foreign markets and the effect of these developments on U.S. agricultural production. Research is carried on for more than 100 countries around the world, focusing on the forces affecting supply, demand, and trade in farm products, and their impact on U.S. agricultural exports. The request for additional funds in fiscal year 1971 is based on the need for more accurate and timely information on the impact of world agricultural development and adjustment on U.S. foreign trade. This need stems from increasing world competition for agricultural export markets.

## Object Classification (in thousands of dollars)

Identification code 05-24-1700-0-1-355		1969 actual	1970 est.	1971 est.
Personnel compensation:				
11.1	Permanent positions.....	9,479	10,875	11,802
11.3	Positions other than permanent.....	311	450	450
11.5	Other personnel compensation.....	6	6	6
Total personnel compensation.....		9,796	11,331	12,258
12.1	Personnel benefits: Civilian employees.....	779	899	1,001
21.0	Travel and transportation of persons.....	256	291	326
22.0	Transportation of things.....	23	25	28
23.0	Rent, communications, and utilities.....	293	378	479
24.0	Printing and reproduction.....	206	233	259
25.0	Other services.....	1,713	1,333	1,759
26.0	Supplies and materials.....	52	50	54
31.0	Equipment.....	56	52	64
99.0	Total obligations.....	13,175	14,592	16,228

## Personnel Summary

Total number of permanent positions.....	896	944	1,011
Full-time equivalent of other positions.....	40	50	60
Average number of all employees.....	867	882	956
Average GS grade.....	9.8	9.9	9.9
Average GS salary.....	\$11,621	\$13,012	\$12,979

## ALLOTMENTS AND ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations and allotments from other accounts are included in the schedules of the parent appropriations, as follows:

Agriculture: Soil Conservation Service:  
 "Watershed Planning."  
 "Watershed Works of Improvement."  
 "Flood Prevention."  
 "Resource Conservation and Development."  
 "Great Plains Conservation Program."  
 "River Basin Surveys and Investigations."



## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-24-3917-0-4-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Economic research:			
(a) Agriculture.....	194	209	198
(b) Other agencies.....	661	496	330
2. Agency for International Development (Funds appropriated to the Presi- dent).....	978	757	444
10 Total program costs, funded— obligations.....	1,833	1,462	972
<b>Financing:</b>			
11 Receipts and reimbursements from: Fed- eral funds.....	-1,833	-1,462	-972
Budget authority.....			
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....			
90 Outlays.....			

## Object Classification (in thousands of dollars)

Personnel compensation:			
11.1 Permanent positions.....	1,307	1,004	717
11.3 Positions other than permanent.....	54	39	29
11.5 Other personnel compensation.....	14	13	13
Total personnel compensation.....	1,375	1,056	759
12.1 Personnel benefits: Civilian employees.....	104	80	57
21.0 Travel and transportation of persons.....	48	47	47
22.0 Transportation of things.....	10	4	4
23.0 Rent, communications, and utilities.....	37	35	20
24.0 Printing and reproduction.....	12	23	4
25.0 Other services.....	241	210	78
26.0 Supplies and materials.....	5	7	3
31.0 Equipment.....	2		
99.0 Total obligations.....	1,833	1,462	972

## Personnel Summary

Total number of permanent positions.....	111	70	30
Full-time equivalent of other positions.....	7	1	1
Average number of all employees.....	105	75	48
Average GS grade.....	9.8	9.9	9.9
Average GS salary.....	\$11,621	\$13,012	\$12,979

## Trust Funds

## MISCELLANEOUS CONTRIBUTED FUNDS

## Program and Financing (in thousands of dollars)

Identification code 05-24-8200-0-7-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Miscellaneous contributed funds (pro- gram costs, funded).....	57	25	22
Change in selected resources <sup>1</sup> .....	-25		
10 Total obligations.....	32	25	22
<b>Financing:</b>			
21 Unobligated balance available, start of year.....		-3	
24 Unobligated balance available, end of year.....	3		
60 Budget authority (appropriation) (permanent).....	35	22	22
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	32	25	22

72 Obligated balance, start of year.....	65	67	3
74 Obligated balance, end of year.....	-67	-3	-3
90 Outlays.....	30	89	22

<sup>1</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders. 1968, \$65 thousand; 1969, \$40 thousand; 1970, \$40 thousand; 1971, \$40 thousand.

Miscellaneous funds received from States, local organizations, and others are available for economic research and analysis under cooperative agreements (7 U.S.C. 450b and 450h).

## Object Classification (in thousands of dollars)

Identification code 05-24-8200-0-7-355	1969 actual	1970 est.	1971 est.
11.1 Personnel compensation: Permanent positions.....	27	22	19
12.1 Personnel benefits: Civilian employees.....	2	2	2
21.0 Travel and transportation of persons.....	1	1	1
44.0 Refunds.....	2		
99.0 Total obligations.....	32	25	22

## Personnel Summary

Total number of permanent positions.....	2	2	2
Average number of all employees.....	2	2	2
Average GS grade.....	9.8	9.9	9.9
Average GS salary.....	\$11,621	\$13,012	\$12,979

## STATISTICAL REPORTING SERVICE

## Federal Funds

## General and special funds:

## SALARIES AND EXPENSES

For necessary expenses of the Statistical Reporting Service in conducting statistical reporting and service work, including crop and livestock estimates, statistical coordination and improvements, and marketing surveys, as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627) and other laws, **[\$15,412,800]** \$17,49,800: *Provided*, That no part of the funds herein appropriated shall be available for any expense incident to publishing estimates of apple production for other than the commercial crop: *Provided further*, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$40,000 shall be available for employment under 5 U.S.C. 3109. (7 U.S.C. 411, 411a, 411b, 471, 475, 501, 951, 953, 955-957, 2201, 2202, 2248; 42 U.S.C. 1891-1893; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-28-1800-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Crop and livestock estimates.....	14,306	15,800	16,970
2. Statistical research and service.....	705	728	780
Total program costs, funded <sup>1</sup> .....	15,011	16,528	17,750
Change in selected resources <sup>2</sup> .....	-280		
10 Total obligations.....	14,731	16,528	17,750
<b>Financing:</b>			
25 Unobligated balance lapsing.....	112		
Budget authority.....	14,843	16,528	17,750
<b>Budget authority:</b>			
40 Appropriation.....	14,853	15,413	17,750
41 Transferred to other accounts.....	-10	-1	
43 Appropriation (adjusted).....	14,843	15,412	17,750
44.20 Proposed supplemental for civil- ian pay act increases.....		1,116	

<sup>1</sup> Includes capital outlay as follows: 1969, \$276 thousand; 1970, \$0; 1971, \$0.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders. 1968, \$756 thousand; 1969 adjustments, -\$15 thousand; 1969, \$461 thousand; 1970, \$461 thousand; 1971, \$461 thousand.



## General and special funds—Continued

## SALARIES AND EXPENSES—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-28-1800-0-1-355	1969 actual	1970 est.	1971 est.
Relation of obligations to outlays:			
71 Obligations incurred, net.....	14,731	16,528	17,750
72 Obligated balance, start of year.....	928	745	848
74 Obligated balance, end of year.....	-745	-848	-930
77 Adjustments in expired accounts.....	-14	-----	-----
90 Outlays, excluding pay increase supplemental.....	14,900	15,358	17,619
91.20 Outlays from civilian pay act supplemental.....	-----	1,067	49

The Service administers the Department's programs of crop and livestock estimates and statistical research and service. Statistical and economic data developed by the Service on food and agriculture are essential to farmers, processors, and handlers in making production and marketing decisions. It also helps legislators, administrators, and others concerned with developing and administering agricultural programs. Further, data provided by the Service is basic to economic research and analysis and other agricultural research programs.

1. *Crop and livestock estimates.*—The Service provides the official national estimates of acreage, yield, and production of crops; stocks and value of farm commodities; and numbers and inventory value of livestock items. Data on approximately 150 crop and livestock products are covered in some 650 reports issued each year. Data collected and published on prices paid and received by farmers are basic to computation of parity prices.

The work of the Service is conducted through 44 State offices serving 50 States; most of these offices are operated as joint State and Federal services. Cooperative arrangements with State agencies provide much additional State and county data; Federal funds are not available for collection and publication of this data. During 1969, cooperating States expended an estimated \$2.9 million of their own funds on such associated State programs.

A comparison of activities in 1968 and 1969, including work performed under cooperative arrangements, follows:

	1968 actual	1969 preliminary
Separate mailings of inquiry forms, average per field office.....	428	421
Total questionnaires handled:		
Number distributed.....	8,980,000	8,814,000
Number of returns tabulated.....	2,700,000	2,295,000
Number of objective survey contacts (measurements and interviews).....	240,000	208,000
Number of official reports issued, all offices.....	10,500	10,500
Copies of reports distributed.....	16,290,000	16,273,000
Copies of publications distributed.....	3,470,000	2,466,000
Special requests for information answered by field offices.....	74,100	75,700

The increase for 1971 provides for expanding the multi-frame livestock sampling program to 16 important States, probability surveys to make quarterly estimates of farm stocks of grain in 12 North Central States, and preparatory work on proposed farm expenditure surveys.

2. *Statistical research and service.*—This work includes review of all statistical forms, survey plans, and reporting and recordkeeping requirements originating in the Department which require Bureau of the Budget approval; liaison within the Department and with other agencies for

coordination of statistics; research on and development of sampling, forecasting, and other basic statistical techniques and methods to improve the crop and livestock estimates of the Department; provision of technical consulting services on new or improved statistical techniques to other agencies of the Department; use of and consultation on automatic data processing, to develop and adapt this technology to the improvement of the accuracy and timeliness of crop and livestock estimates; and conduct of special surveys relating to the marketing of agricultural products. A comparison of activity in 1968 and 1969 is as follows:

Statistical forms-reports (Federal Reports Act): Departmental clearance and review for submission to Bureau of the Budget.....	1968 actual	1969 actual
Improvement of crop and livestock estimating methods:		
Number of research projects.....	7	11
Special surveys: Number of research projects.....	10	6

The increase for 1971 will provide additional research to improve crop and livestock estimates of the Department, including research on remote sensing.

## Object Classification (in thousands of dollars)

Identification code 05-28-1800-0-1-355	1969 actual	1970 est.	1971 est.
Personnel compensation:			
11.1 Permanent positions.....	9,051	9,966	10,128
11.3 Positions other than permanent.....	1,270	1,479	1,978
11.5 Other personnel compensation.....	47	77	109
Total personnel compensation.....	10,368	11,522	12,215
12.1 Personnel benefits: Civilian employees.....	830	938	981
21.0 Travel and transportation of persons.....	909	1,103	1,442
22.0 Transportation of things.....	50	95	103
23.0 Rent, communications, and utilities.....	1,426	1,582	1,620
24.0 Printing and reproduction.....	301	399	411
25.0 Other services.....	562	543	599
26.0 Supplies and materials.....	156	193	215
31.0 Equipment.....	129	153	164
99.0 Total obligations.....	14,731	16,528	17,750

## Personnel Summary

Total number of permanent positions.....	1,106	1,131	1,145
Full-time equivalent of other positions.....	239	269	346
Average number of all employees.....	1,275	1,321	1,411
Average GS grade.....	7.4	7.5	7.6
Average GS salary.....	\$8,921	\$9,764	\$9,856

## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-28-3918-0-4-355	1969 actual	1970 est.	1971 est.
Program by activities:			
1. Statistical and tabulating services:			
Agriculture.....	2,357	2,636	2,900
Other agencies.....	1,027	1,414	1,267
2. Agency for International Development (Funds appropriated to the President).....	191	199	199
Total program costs, funded.....	3,575	4,249	4,366
Change in selected resources <sup>1</sup> .....	-11	-----	-----
10 Total obligations.....	3,564	4,249	4,366
Financing:			
Receipts and reimbursements from:			
11 Federal funds.....	-3,506	-4,208	-4,325

14	Non-Federal sources <sup>2</sup> -----	-58	-41	-41
	<b>Budget authority</b> -----	-----	-----	-----
	Relation of obligations to outlays:			
71	Obligations incurred, net-----	-----	-----	-----
90	Outlays-----	-----	-----	-----

<sup>1</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$0 (1969 adjustments, \$11 thousand); 1969, \$0; 1970, \$0; 1971, \$0.

<sup>2</sup> Reimbursements from non-Federal sources are derived from the sale of personal property being replaced (40 U.S.C. 481(c)), and from cooperating State departments of agriculture (7 U.S.C. 1624).

**Object Classification (in thousands of dollars)**

Identification code 05-28-3918-0-4-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions-----	1,647	1,803	1,769
11.3 Positions other than permanent-----	37	113	120
11.5 Other personnel compensation-----	103	170	185
<b>Total personnel compensation</b> ----	<b>1,787</b>	<b>2,086</b>	<b>2,074</b>
12.1 Personnel benefits: Civilian employees-----	135	143	158
21.0 Travel and transportation of persons-----	63	157	157
22.0 Transportation of things-----	9	11	12
23.0 Rent, communications, and utilities-----	1,034	1,503	1,486
24.0 Printing and reproduction-----	45	10	50
25.0 Other services-----	340	204	283
26.0 Supplies and materials-----	114	122	131
31.0 Equipment-----	37	13	15
<b>99.0 Total obligations</b> -----	<b>3,564</b>	<b>4,249</b>	<b>4,366</b>

**Personnel Summary**

Total number of permanent positions-----	194	184	184
Full-time equivalent of other positions-----	7	31	27
Average number of all employees-----	195	216	213
Average GS grade-----	7.4	7.5	7.6
Average GS salary-----	\$8,921	\$9,764	\$9,856

**Trust Funds****MISCELLANEOUS CONTRIBUTED FUNDS****Program and Financing (in thousands of dollars)**

Identification code 05-28-8200-0-7-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Miscellaneous contributed funds (program costs, funded)-----	16	15	15
Change in selected resources <sup>1</sup> -----	-4	-----	-----
<b>10 Total obligations</b> -----	<b>12</b>	<b>15</b>	<b>15</b>
<b>Financing:</b>			
21 Unobligated balance available, start of year-----	-5	-3	-----
24 Unobligated balance available, end of year-----	3	-----	-----
<b>60 Budget authority (appropriation) (permanent)</b> -----	<b>10</b>	<b>12</b>	<b>15</b>
Relation of obligations to outlays:			
71 Obligations incurred, net-----	12	15	15
72 Obligated balance, start of year-----	4	-----	3
74 Obligated balance, end of year-----	-----	-3	-3
<b>90 Outlays</b> -----	<b>16</b>	<b>12</b>	<b>15</b>

<sup>1</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$4 thousand; 1969, \$0; 1970, \$0; 1971, \$0.

Miscellaneous funds received from States, local organizations, and others are available for crop and livestock

survey work under cooperative agreements (7 U.S.C. 450b, 450h).

**Object Classification (in thousands of dollars)**

Identification code 05-28-8200-0-7-355	1969 actual	1970 est.	1971 est.
<b>11.1 Personnel compensation: Permanent positions</b> -----	<b>11</b>	<b>13</b>	<b>13</b>
<b>12.1 Personnel benefits: Civilian employees</b> -----	<b>1</b>	<b>1</b>	<b>1</b>
<b>25.0 Other services</b> -----	<b>-----</b>	<b>1</b>	<b>1</b>
<b>99.0 Total obligations</b> -----	<b>12</b>	<b>15</b>	<b>15</b>

**Personnel Summary**

Total number of permanent positions-----	1	1	1
Average number of all employees-----	1	1	1
Average GS grade-----	7.4	7.5	7.6
Average GS salary-----	\$8,921	\$9,764	\$9,856

**CONSUMER AND MARKETING SERVICE****Federal Funds****General and special funds:****CONSUMER PROTECTIVE, MARKETING, AND REGULATORY PROGRAMS**

For expenses necessary to carry on services related to consumer protection, agricultural marketing and distribution, and regulatory programs, other than Packers and Stockyards Act, as authorized by law, and for administration and coordination of payments to States; including [field] employment pursuant to section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed [\$25,000] \$75,000 for employment under 5 U.S.C. [3109, in carrying out section 201(a) to 201(d), inclusive, of title II of the Agricultural Adjustment Act of 1938 (7 U.S.C. 1291) and section 203(j) of the Agricultural Marketing Act of 1946] 3109; [\$133,595,500] \$149,247,000: *Provided*, That this appropriation shall be available pursuant to law (7 U.S.C. 2250) for the alteration and repair of buildings and improvements, but, unless otherwise provided, the cost of altering any one building during the fiscal year shall not exceed \$7,500 or 7.5 per centum of the cost of the building, whichever is greater. (7 U.S.C. 51-65, 71-87, 91-99, 241-273, 394, 396, 414a, 415b-d, 423, 440, 450, 450b, 471-476, 501-508, 511-511g, 516-517, 581-590, 591-599, 1291, 1551-1610, 1621-1627, 1901-1906, 2101-2118, 2201-2202, 2220, 2248, 2259; 15 U.S.C. 714-714p; 21 U.S.C. 95, 98, 451-469, 601-611, 615-624, 641-645, 661, 671-680; 26 U.S.C. 4817, 4851-4854, 4861-4865, 4871-4877, 6001, 6804, 7233, 7235(c), 7263, 7492-7493, 7701; 31 U.S.C. 725a, 725d; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

**Program and Financing (in thousands of dollars)**

Identification code 05-32-2500-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
<b>Direct program:</b>			
1. Market news service-----	6,883	7,556	7,556
2. Inspection, grading, classing, and standardization:			
(a) Meat inspection-----	66,000	84,887	90,800
(b) Poultry inspection-----	24,016	30,708	34,000
(c) All other-----	13,804	14,141	14,341
3. Regulatory activities-----	4,554	5,207	5,216
4. Administration and coordination of State payments-----	95	112	112
<b>Total direct program costs, funded <sup>1</sup></b> -----	<b>115,352</b>	<b>142,611</b>	<b>152,025</b>
<b>Change in selected resources <sup>2</sup></b> -----	<b>620</b>	<b>-----</b>	<b>-----</b>
<b>Total direct obligations</b> -----	<b>115,972</b>	<b>142,611</b>	<b>152,025</b>

<sup>1</sup> Includes capital outlay as follows: 1969, \$346 thousand; 1970, \$485 thousand; 1971, \$535 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$230 thousand (1969 adjustments, -\$448 thousand); 1969, \$402 thousand; 1970, \$402 thousand; 1971, \$402 thousand.



## General and special funds—Continued

CONSUMER PROTECTIVE, MARKETING, AND REGULATORY  
PROGRAMS—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-32-2500-0-1-355	1969 actual	1970 est.	1971 est.
Reimbursable program:			
2. Inspection, grading, classing and standardization (obligations) <sup>3</sup>	385	2,344	2,558
10 Total obligations	116,357	144,955	154,583
Financing:			
Receipts and reimbursements from:			
11 Federal funds:			
Limitation on administrative expenses, Commodity Credit Corporation	-2,264	-2,544	-2,553
Commodity Credit Corporation funds for:			
Grading and classing agricultural commodities		-1,284	-1,498
Warehouse examination	-192	-225	-225
14 Non-Federal sources <sup>4</sup>	-563	-972	-1,060
21 Unobligated balance available, start of year		-178	-90
24 Unobligated balance available, end of year	178	90	90
25 Unobligated balance lapsing	4,500		
Budget authority	118,016	139,842	149,247
Budget authority:			
40 Appropriation	118,264	133,596	149,247
41 Transferred to other accounts	-248	-40	
43 Appropriation (adjusted)	118,016	133,556	149,247
44.20 Proposed supplemental for civilian pay act increases		6,286	
Relation of obligations to outlays:			
71 Obligations incurred, net	113,339	139,930	149,247
72 Obligated balance, start of year	4,391	4,939	5,611
74 Obligated balance, end of year	-4,939	-5,611	-6,368
77 Adjustments in expired accounts	-448		
90 Outlays, excluding pay increase supplemental	112,343	133,172	148,290
91.20 Outlays from civilian pay act supplemental		6,086	200

<sup>3</sup> Includes capital outlay as follows: 1969, \$0; 1970, \$12 thousand; 1971, \$12 thousand.

<sup>4</sup> Receipts from appeal inspections on grain (21 U.S.C. 468; 7 U.S.C. 78).

These activities provide consumer protection through inspection of meat and poultry products for wholesomeness. They assist producers and handlers of agricultural commodities through various marketing and regulatory services. These services continue to expand and become more complex as the volume of agricultural commodities increases, as a greater number of new processed commodities are developed, and as the market structure undergoes dramatic changes. These marketing changes include increased concentration in food retailing, direct buying, decentralization of processing, growth of inter-regional competition, vertical integration, and contract farming. The individual activities include:

1. *Market news service.*—This service provides current information on supply, movement, and prices at specific markets for practically all agricultural commodities. This day-to-day market information enables American farmers to determine where and when to sell and at what price. The information is collected and disseminated at year-round and seasonal offices maintained in more than 140

cities and towns, often with local and other support and cooperation, generally from State departments of agriculture. Dissemination is made primarily by radio, television, and mimeographed reports. The volume of work performed is indicated by examples given in the following table:

## MARKET NEWS SERVICE

States covered by cooperative agreement	1967 actual	1968 actual	1969 actual
Field offices:			
Year-round	177	179	176
Seasonal	39	42	43
Buyers and sellers interviewed	20,597	17,997	18,309
Mimeographed releases to growers, shippers, and others	21,492,489	21,176,021	21,147,160
Names on mailing list	193,893	205,483	207,479

2. *Inspection, grading, classing, and standardization.*—  
(a) *Meat inspection.*—Federal meat inspection is required for all meat and meat products moving in interstate and foreign commerce to assure a clean and wholesome meat supply for human consumption, free from adulteration and truthfully labeled. The work includes inspection of animals, carcasses, meat, and meat-food products at various stages of handling and processing. Measures are enforced to assure informative labeling, and that meats imported or exported are inspected. The Federal program also provides financial and technical assistance to States for improving the quality of their inspection programs.

The estimates for 1971 include increases to provide for inspection of additional plants and expanded facilities in presently inspected plants, Federal inspection of intrastate plants as provided by the Wholesome Meat Act of 1967, and financial assistance to States.

The volume of inspections and examinations is indicated by examples given in the following table:

## MEAT INSPECTION

	1968 actual	1969 actual	1970 estimate	1971 estimate
Number of establishments covered	2,860	3,178	3,554	5,614
Post mortem inspection (thousands)	115,912	121,640	127,721	134,107
Animals and carcasses condemned (thousands)	272	290	310	334
Inspection of processed meat and meat-food products (million pounds)	44,520	45,115	49,536	54,391

(b) *Poultry inspection.*—Inspection of poultry meat and poultry meat products for wholesomeness is provided pursuant to the Poultry Products Inspection Act of 1957, as amended. All poultry processed in plants shipping in interstate or foreign commerce is required to be inspected both before and after slaughter. Birds found to be unfit for human consumption are condemned and removed from channels of trade. The Federal program also provides financial and technical assistance to States for improving the quality of their inspection programs.

The increase for 1971 provides for inspection of an anticipated increased volume of poultry and poultry products and for inspection of intrastate plants as provided by the Wholesome Poultry Products Act of 1968. The volume of work performed is indicated by examples given in the following table:

## POULTRY INSPECTION

	1969 actual	1970 estimate	1971 estimate
Billion pounds to be inspected	20.1	21.7	22.8
Plants under inspection June 30	936	943	1,551
Operating lines under inspection June 30	1,544	1,552	1,969

(c) *All other (inspection, grading, classing, and standardization).*—Nationally uniform standards of quality for agricultural products are established and applied to specific lots of products to: Promote confidence between



buyers and sellers; reduce hazards in marketing due to misunderstandings and disputes arising from the use of nonstandard descriptions; encourage better preparation of uniform quality products for market; and furnish consumers with more definite information on the quality of products they buy. The standards are applied by or under the supervision of Federal employees at the request of any interested party, and generally for a fee. Approximately 75% of the total cost of this work was offset by fees and other revenue in 1969.

Proposed legislation to repeal the Naval Stores Act and to amend the Cotton Statistics and Estimates Act, Tobacco Inspection Act, and Grain Standards Act, will result in a reduction of \$4,549 thousand in appropriated funds for 1971. The volume of work performed is indicated by examples given in the following tables:

## STANDARDIZATION ACTIVITIES

	1967 actual	1968 actual	1969 actual
Grade standards in effect.....	550	567	561
Number of commodities covered.....	315	316	318

## INSPECTION, GRADING, AND CLASSING ACTIVITIES UNDER APPROPRIATED FUNDS

	1969 actual	1970 estimate	1971 estimate
Cotton classing by Federal employees (samples).....	12,613,000	15,000,000	16,000,000
Grain inspections by licensees.....	2,542,973	2,600,000	2,600,000
Volume inspected (thousand tons)---	169,811	170,000	170,000
Tobacco auction markets.....	175	175	175
Volume inspected at markets (million pounds).....	1,913	1,850	1,850
Sets of buyers.....	236	233	233

3. *Regulatory activities.*—These include the administration of regulatory laws such as the U.S. Warehouse and Federal Seed Acts to assure fair play in the marketplace, to protect producers and handlers of agricultural commodities from financial loss due to careless or fraudulent marketing practices, and to preserve free and open competition in the marketing of farm products. Assistance is also provided to farmers and others in obtaining and maintaining equitable and reasonable transportation rates and services on farm products and supplies. The Cotton Research and Promotion Act is designed to improve the competitive position and expand markets for cotton through a program of self-assessment by cotton producers.

Proposed legislation to repeal the Naval Stores Act and the Tobacco Seed and Plant Exportation Act will result in a total reduction of \$28 thousand for 1971.

The volume of work performed is indicated by examples given in the following table:

## REGULATORY ACTIVITIES

	1969 actual	1970 estimate	1971 estimate
Warehouse Act:			
Number of licensed warehouses.....	1,771	1,835	1,860
Capacity of licensed warehouses:			
Grain (million bushels).....	1,731	1,750	1,780
Cotton (million bales).....	14.9	15.6	15.8
Average number of supervisory inspections per warehouse:			
Grain.....	1.8	2.2	2.2
Cotton.....	3.0	2.2	2.2
Seed Act:			
Import actions.....	7,574	7,500	7,500
Interstate investigations:			
Completed.....	1,297	1,200	1,200
Pending.....	461	261	261
Seed samples tested.....	11,410	12,000	12,000
Transportation services:			
Formal litigation.....	48	48	52
Informal negotiations.....	52	50	55

4. *Administration and coordination of State payments.*—This project covers Federal activity required in administering and coordinating the marketing service work performed by the States and financed jointly by State funds

and Federal funds provided by the appropriation, Payments to States and possessions. In 1969 this work was carried on in 44 States and 166 work projects.

## Object Classification (in thousands of dollars)

Identification code 05-32-2500-0-1-355	1969 actual	1970 est.	1971 est.
Personnel compensation:			
11.1 Permanent positions.....	77,243	86,342	92,530
11.3 Positions other than permanent.....	6,042	6,993	7,225
11.5 Other personnel compensation.....	1,566	1,890	2,067
11.8 Special personal service payments.....	-----	2	2
Total personnel compensation....	84,851	95,227	101,824
Direct obligations:			
Personnel compensation.....	84,558	93,520	100,117
12.1 Personnel benefits: Civilian employees.....	7,085	7,806	8,301
13.0 Benefits for former personnel.....	2	10	10
21.0 Travel and transportation of persons.....	5,655	6,708	7,330
22.0 Transportation of things.....	679	744	980
23.0 Rent, communications, and utilities.....	2,836	3,213	3,289
24.0 Printing and reproduction.....	466	592	619
25.0 Other services.....	3,163	4,910	5,069
26.0 Supplies and materials.....	721	995	1,035
31.0 Equipment.....	475	813	843
41.0 Grants, subsidies, and contributions.....	10,314	23,282	24,414
42.0 Insurance claims and indemnities.....	18	18	18
Total direct obligations.....	115,972	142,611	152,025
Reimbursable obligations:			
Personnel compensation.....	293	1,707	1,707
12.1 Personnel benefits: Civilian employees.....	23	124	124
21.0 Travel and transportation of persons.....	24	329	543
22.0 Transportation of things.....	11	49	49
23.0 Rent, communications, and utilities.....	11	54	54
24.0 Printing and reproduction.....	2	6	6
25.0 Other services.....	16	36	36
26.0 Supplies and materials.....	4	20	20
31.0 Equipment.....	1	19	19
Total reimbursable obligations....	385	2,344	2,558
99.0 Total obligations.....	116,357	144,955	154,583

## Personnel Summary

Total number of permanent positions.....	9,332	9,651	10,438
Full-time equivalent of other positions.....	862	1,020	1,049
Average number of all employees.....	9,453	9,849	10,597
Average GS grade.....	8.2	8.0	8.0
Average GS salary.....	\$9,131	\$9,995	\$9,900

## PAYMENTS TO STATES AND POSSESSIONS

For payments to departments of agriculture, bureaus and departments of markets, and similar agencies for marketing activities under section 204(b) of the Agricultural Marketing Act of 1946 (7 U.S.C. 1623(b)), \$1,600,000. (*Department of Agriculture and Related Agencies Appropriation Act, 1970.*)

## Program and Financing (in thousands of dollars)

Identification code 05-32-2501-0-1-355	1969 actual	1970 est.	1971 est.
Program by activities:			
10 Payment for marketing service work (sec. 204(b) of the Agricultural Marketing Act of 1946) (costs—obligations) (object class 41.0).....	1,600	1,600	1,600
Financing:			
Budget authority.....	1,600	1,600	1,600
Budget authority:			
40 Appropriation.....	1,750	1,600	1,600
41 Transferred to other accounts.....	—150	-----	-----
43 Appropriation (adjusted).....	1,600	1,600	1,600



## General and special funds—Continued

## PAYMENTS TO STATES AND POSSESSIONS—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-32-2501-0-1-355	1969 actual	1970 est.	1971 est.
Relation of obligations to outlays:			
71 Obligations incurred, net.....	1,600	1,600	1,600
90 Outlays.....	1,600	1,600	1,600

Payments are made on a matching fund basis to State marketing agencies for carrying out specifically approved marketing service programs designed to bring about improved marketing. Under this activity marketing specialists work with farmers, marketing firms, and agencies in solving marketing problems and in utilizing marketing research results.

This program covers such projects as: Methods of maintaining and improving the quality of products; ways of reducing marketing costs; expanding outlets for surplus products; collecting and disseminating special State and local market information and statistics; and improving the organizational structure of the marketing system. Through this cooperative approach, the Federal Government's leadership and money are coupled with State resources and experience to aid in the solution of the most urgent local and area marketing problems.

## STATE PAYMENTS ACTIVITY

Activity	1968 actual	1969 actual	1970 estimate
Number of States participating.....	44	44	44
Number of projects.....	171	166	151

## REMOVAL OF SURPLUS AGRICULTURAL COMMODITIES (SECTION 32)

Funds available under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c) shall be used only for commodity program expenses as authorized therein, and other related operating expenses, except for (1) transfers to the Department of the Interior as authorized by the Fish and Wildlife Act of August 8, 1956; (2) transfers otherwise provided in this Act; (3) not more than \$2,900,000 \$3,084,000 for formulation and administration of marketing agreements and orders pursuant to the Agricultural Marketing Agreement Act of 1937, as amended, and the Agricultural Act of 1961; and (4) in addition to other amounts provided in this Act, not more than \$100,000-000 \$186,058,000 (including not to exceed \$2,000,000 for State administrative expenses) for (a) child feeding programs and nutritional programs authorized by law in the School Lunch Act and the Child Nutrition Act, as amended; and (b) additional direct distribution or other programs, without regard to whether such area is under the food stamp program or a system of direct distribution, to provide, in the immediate vicinity of their place of permanent residence, either directly or through a State or local welfare agency, an adequate diet to other needy children and low-income persons determined by the Secretary of Agriculture to be suffering, through no fault of their own, from general and continued hunger resulting from insufficient food [and (c) milk for children in nonprofit high schools and schools of lower levels, child-care centers, summer camps, and similar nonprofit institutions devoted to the care and training of children]. (Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-32-5209-0-2-351	1969 actual	1970 est.	1971 est.
Program by activities:			
1. Commodity program payments:			
(a) Direct purchases.....	275,340	359,773	263,608
(b) Diversion payments.....	11	7,966	4,966
(c) Export payments.....	4,810	100,000	186,058
2. Special feeding program.....	44,471	7,725	6,065
3. Surplus removal operating expenses...	6,228	2,900	3,084
4. Marketing agreements and orders.....	2,302		

5. Food and nutrition aides program.....	9,890		
Total program costs, funded <sup>1</sup> .....	343,053	478,364	463,781
Change in selected resources <sup>2</sup> .....	59,818		
10 Total obligations.....	402,870	478,364	463,781

## Financing:

17 Recovery of prior year obligations.....	-1		
21 Unobligated balance available, start of year	-300,000	-299,921	-300,000
24 Unobligated balance available, end of year	299,921	300,000	300,000
Budget authority.....	402,791	478,443	463,781

## Budget authority:

60 Appropriation (permanent, indefinite, special fund).....	596,646	698,463	728,000
61 Transferred to other accounts.....	-193,855	-220,020	-264,219
63 Appropriation (adjusted).....	402,791	478,443	463,781

## Relation of obligations to outlays:

71 Obligations incurred, net.....	402,870	478,364	463,781
72 Obligated balance, start of year.....	46,130	34,099	41,053
74 Obligated balance, end of year.....	-34,099	-41,053	-41,053
90 Outlays.....	414,901	471,410	463,781

<sup>1</sup> Includes capital outlay as follows: 1969, \$33 thousand; 1970, \$65 thousand; 1971, \$65 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows:

	1968	1969	1970	1971
Stores.....	12,326	23,609	23,609	23,609
Unpaid undelivered orders.....	45,889	14,602	14,602	14,602
Advances.....	23,441	105,262	105,262	105,262
Total selected resources.....	83,656	143,473	143,473	143,473

Under section 32 of the act of August 24, 1935, as amended (7 U.S.C. 612c), an amount equal to 30% of customs receipts collected during each calendar year (except for an amount equal to 30% of such receipts collected on fishery products transferred to the Department of the Interior to encourage the distribution of fishery products), plus unused balances up to \$300 million, are available for expanding domestic and foreign market outlets for farm commodities. As provided in recent appropriation acts, transfers have been made from this fund, primarily to the school lunch program for the purchase and distribution of agricultural commodities and the special milk program to cover the full or partial cost of milk served to school children. Section 32 funds are also authorized for the administration of marketing agreements and orders. The basic legislation provides that funds devoted to any one commodity or product thereof must not exceed 25% of funds available. It also provides that the funds must be devoted principally to perishable agricultural commodities other than those receiving price support under title II of the Agricultural Act of 1949, as amended. It has been determined that this provision can be legally satisfied by setting aside or reserving the principal portion of section 32 funds for the use of perishable nonbasic agricultural commodities.

1. *Commodity program payments* are of four types: (a) *Direct purchases* are donated to schools, summer camps, child-care centers, nonprofit institutions serving needy persons, persons certified by welfare as eligible for relief, and disaster victims; (b) *Diversion payments* enable processors to purchase surplus commodities on the domestic market, divert them to byproducts and new uses, and sell them at prices comparable to competing products, thus creating new markets for surplus commodities; (c) *Export payments* enable exporters to purchase surplus commodities on the domestic market and sell them on the world market at competitive world prices; (d) *Production payments*, none



of which were made in 1969, nor are planned for 1970 or 1971, help to reestablish farmers' purchasing power. During the past 2 years, assistance under these programs was given to the following commodity groups (in millions of dollars):

OBLIGATIONS	1968	1969
Dairy products.....	9.1	120.9
Eggs and poultry.....	44.6	55.9
Fats and oils.....	9.6	13.7
Fruits and vegetables.....	24.7	38.7
Grain products.....	10.6	8.8
Livestock products.....	58.0	82.3
Peanut butter.....	10.9	14.9
Miscellaneous.....	1.8	5.1
Total.....	169.3	340.3

The use of section 32 program funds is contingent upon marketing conditions. The estimates for both 1970 and 1971 reflect the foreseeable needs for perishables and other activities regularly financed with section 32 funds. If troublesome surpluses not now foreseen should develop, steps will be taken to use additional available funds for their removal or diversion as conditions might warrant.

Funds have been used to develop and implement a cost-sharing program whereby financial assistance is offered to selected low-income counties to enable those with inadequate resources to distribute food to needy families. The Department provides for the certification and distribution of food to needy families in selected counties where local governmental agencies are unwilling or unable to operate food distribution programs. Additional cost-sharing arrangements are being developed to improve existing programs which are locally financed.

Working with the Department of Health, Education, and Welfare and the Office of Economic Opportunity, the Department has developed a distribution system to provide special food packages for infants, young children, and expectant and new mothers. These packages are being distributed in both food stamp and commodity donation areas.

2. The *special feeding program* was initiated in 1969 to meet the urgent need for providing additional foods to needy children and adults who are determined to be suffering from general and continued hunger. The funds provided are channeled primarily through the child feeding programs authorized by the School Lunch and Child Nutrition Acts.

3. *Surplus removal operating expenses* occur mainly in connection with purchasing, diverting, and exporting surplus commodities, and in distributing section 32 and Commodity Credit Corporation commodities to eligible outlets. Distribution in 1969, including that under section 6 of the National School Lunch Act, is summarized below (in millions):

Distribution	Number of recipients (peak month)	Value of commodities distributed	Pounds of commodities distributed
By recipients:			
School children.....	24.1	\$272.1	1,042.0
Needy persons.....	3.8	224.9	1,064.8
Persons in charitable institutions.....	1.2	25.4	135.5
Total.....		522.4	2,242.3
By program:			
Section 32.....		251.6	907.5
Donation by Commodity Credit Corporation, Section 416.....		206.6	1,049.1
Section 6, National School Lunch Act.....		64.2	285.7
Total.....		522.4	2,242.3

In cooperation with the food trade, press, and radio, greater consumption of abundant foods is encouraged through publication of a monthly plentiful foods list and conducting various food drives. In 1969 the monthly plentiful foods list contained an average of 7.5 foods. Five national and 22 area, State, and local drives were conducted.

4. *Marketing agreements and orders* are put into effect upon request of producers or handlers after hearings and investigations, and upon approval of producers (and handlers in the case of marketing agreements). They help to stabilize prices, and benefit producers and consumers by establishing and maintaining orderly marketing conditions. Administration at the local level is financed by assessment upon handlers. On June 30, 1969, there were in effect 67 orders for milk, 46 agreements and orders for tree fruits, nuts, and vegetables, and one order for shade grown tobacco. The expenses of advisory committees established to advise the Secretary, public hearings, referendums to determine producer sentiment, and other developmental work as authorized by the Agricultural Act of 1961 are also financed under this project.

5. *Food and nutrition aides program* is being financed by the Federal Extension Service in 1970 and 1971.

## Object Classification (in thousands of dollars)

Identification code 05-32-5209-0-2-351	1969 actual	1970 est.	1971 est.
CONSUMER AND MARKETING SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	2,891	3,476	3,476
11.3 Positions other than permanent.....	124	26	26
11.5 Other personnel compensation.....	5	4	4
Total personnel compensation.....	3,020	3,506	3,506
12.1 Personnel benefits: Civilian employees.....	234	282	282
21.0 Travel and transportation of persons.....	105	273	246
22.0 Transportation of things.....	3	39	39
23.0 Rent, communications, and utilities.....	157	340	357
24.0 Printing and reproduction.....	113	147	147
25.0 Other services.....	1,156	1,600	1,473
26.0 Supplies and materials.....	24	47	47
Grants of commodities to States.....	335,119	351,739	248,874
31.0 Equipment.....	18	52	52
Total obligations, Consumer and Marketing Service.....	339,949	358,025	255,023
ALLOTMENT ACCOUNTS			
Personnel compensation:			
11.1 Permanent positions.....	1,846	1,883	2,032
11.3 Positions other than permanent.....	653	777	5
11.5 Other personnel compensation.....	27	12	10
Total personnel compensation.....	2,526	2,672	2,047
12.1 Personnel benefits: Civilian employees.....	169	214	164
21.0 Travel and transportation of persons.....	201	291	251
22.0 Transportation of things.....	67	111	72
23.0 Rent, communications, and utilities.....	188	280	170
24.0 Printing and reproduction.....	161	113	45
25.0 Other services.....	813	588	225
26.0 Supplies and materials.....	26	31	11
Grants of commodities to States.....	988	10,500	29,405
31.0 Equipment.....	22	39	15
41.0 Grants, subsidies, and contributions.....	57,760	105,500	176,353
Total obligations, allotment accounts.....	62,921	120,339	208,758
99.0 Total obligations.....	402,870	478,364	463,781
Obligations are distributed as follows:			
Consumer and Marketing Service.....	339,949	358,025	255,023
Food and Nutrition Service.....	52,973	120,339	208,758
Federal Extension Service.....	9,948		



## General and special funds—Continued

## REMOVAL OF SURPLUS AGRICULTURAL COMMODITIES—Continued

## Personnel Summary

	1969 actual	1970 est.	1971 est.
<b>CONSUMER AND MARKETING SERVICE</b>			
Total number of permanent positions .....	295	289	289
Full-time equivalent of other positions .....	13	4	4
Average number of all employees .....	285	285	285
Average GS grade .....	8.2	8.0	8.0
Average GS salary .....	\$9,131	\$9,995	\$9,900
<b>ALLOTMENT ACCOUNTS</b>			
Total number of permanent positions .....	270	232	249
Full-time equivalent of other positions .....	129	168	1
Average number of all employees .....	344	365	215
Average GS grade .....	7.2	7.3	7.2
Average GS salary .....	\$8,122	\$9,033	\$8,900

## PERISHABLE AGRICULTURAL COMMODITIES ACT FUND

## Program and Financing (in thousands of dollars)

Identification code 05-32-5070-0-2-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
10 Licensing dealers and handling complaints (costs—obligations) <sup>1</sup> .....	918	1,058	1,142
<b>Financing:</b>			
21 Unobligated balance available, start of year .....	—361	—373	—295
24 Unobligated balance available, end of year .....	373	295	203
60 Budget authority (appropriation) (permanent, indefinite, special fund) .....	930	980	1,050
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net .....	918	1,058	1,142
72 Obligated balance, start of year .....	52	59	60
74 Obligated balance, end of year .....	—59	—60	—62
90 Outlays .....	911	1,057	1,140

<sup>1</sup> Includes capital outlay as follows: 1969, \$1 thousand; 1970, \$5 thousand; 1971, \$5 thousand.

License fees are deposited in this special fund and are used to meet costs of administering the Perishable Agricultural Commodities and the Produce Agency Acts (7 U.S.C. 491-497, 499a-499s). Public Law 91-107, enacted November 4, 1969, raised the authorized ceiling on license fees to \$100. The Department proposes to increase the license fee on January 1, 1971.

The acts are intended to assure equitable treatment to farmers and others in the marketing of fresh and frozen fruits and vegetables. Commission merchants, dealers, and brokers handling these products in interstate and foreign commerce are licensed. Complaints of violations are investigated and violations dealt with by (a) informal agreements between the two parties, (b) formal decisions involving payment of reparation awards, and (c) suspension or revocation of license and/or publication of the facts.

## WORKLOAD FACTORS

Activity	1968 actual	1969 actual	1970 estimate
Number of reparation actions completed .....	12,550	14,498	14,140
Number of disciplinary actions completed .....	130	125	110
Number of misbranding actions completed .....	800	987	960
Number of license actions completed .....	19,700	19,140	18,400
Personal investigations completed .....	1,240	1,535	1,587

## Object Classification (in thousands of dollars)

Identification code 05-32-5070-0-2-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions .....	746	853	898
11.3 Positions other than permanent .....	6	7	7
11.5 Other personnel compensation .....	4	6	6
Total personnel compensation .....	756	866	911
12.1 Personnel benefits: Civilian employees .....	58	72	86
21.0 Travel and transportation of persons .....	34	43	63
22.0 Transportation of things .....	2	2	2
23.0 Rent, communications, and utilities .....	38	40	42
24.0 Printing and reproduction .....	12	19	21
25.0 Other services .....	10	2	2
26.0 Supplies and materials .....	7	9	10
31.0 Equipment .....	3	5	5
99.0 Total obligations .....	918	1,058	1,142

## Personnel Summary

Total number of permanent positions .....	92	93	93
Full-time equivalent of other positions .....	1	1	1
Average number of all employees .....	80	85	91
Average GS grade .....	8.2	8.0	8.0
Average GS salary .....	\$9,131	\$9,995	\$9,900

## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-32-3925-0-4-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Market news service:			
Department of Agriculture .....	118	105	105
State agencies under cooperative agreement .....	240	243	243
2. Inspection, grading, classing, and standardization:			
Department of Agriculture .....	800	780	780
Other Federal agencies .....	28	14	14
Non-Federal sources .....	18,184	18,583	18,583
3. Agency for International Development (funds appropriated to the President) .....	92	99	99
4. Miscellaneous services to other accounts .....	20	22	22
10 Total program costs, funded—obligations <sup>1</sup> .....	19,482	19,846	19,846
<b>Financing:</b>			
Receipts and reimbursements from:			
11 Federal funds .....	—1,056	—1,016	—1,016
14 Non-Federal sources <sup>2</sup> .....	—18,510	—18,918	—18,918
21 Unobligated balance available, start of year .....	—401	—485	—573
24 Unobligated balance available, end of year .....	485	573	661
Budget authority .....	-----	-----	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net .....	—84	—88	—88
72 Receivables in excess of obligations, start of year .....	—401	—485	—573
74 Receivables in excess of obligations, end of year .....	485	573	661
90 Outlays .....	-----	-----	-----

<sup>1</sup> Includes capital outlay as follows: 1969, \$0; 1970, \$3 thousand; 1971, \$3 thousand.

<sup>2</sup> Reimbursements from non-Federal sources above include amounts from cooperating universities and State, county, local, and private agricultural agencies (41 Stat. 270; 68 Stat. 1237); from States, municipalities, persons, or licensed tobacco inspectors for services rendered (7 U.S.C. 511e); from sale of photographic slides (7 U.S.C. 1387) and personal property (40 U.S.C. 481(c)); for overtime work and travel performed at meatpacking establishments; for overtime and holiday work performed at poultry processing plants; and refund of terminal leave payments (5 U.S.C. 6306); from jury fees (5 U.S.C. 5515); and from importers in connection with reconditioning seed (7 U.S.C. 1582(a)).

## Object Classification (in thousands of dollars)

Identification code 05-32-3925-0-4-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	3,722	2,968	2,968
11.3 Positions other than permanent.....	239	234	234
11.5 Other personnel compensation.....	14,318	15,602	15,602
<b>Total personnel compensation.....</b>	<b>18,279</b>	<b>18,804</b>	<b>18,804</b>
12.1 Personnel benefits: Civilian employees.....	301	255	255
21.0 Travel and transportation of persons.....	217	164	164
22.0 Transportation of things.....	25	9	9
23.0 Rent, communications, and utilities.....	191	181	181
24.0 Printing and reproduction.....	18	16	16
25.0 Other services.....	406	376	376
26.0 Supplies and materials.....	32	29	29
31.0 Equipment.....	13	12	12
<b>99.0 Total obligations.....</b>	<b>19,482</b>	<b>19,846</b>	<b>19,846</b>

## Personnel Summary

Total number of permanent positions.....	360	358	358
Full-time equivalent of other positions.....	27	34	34
Average number of all employees.....	429	435	435
Average GS grade.....	8.2	8.0	8.0
Average GS salary.....	\$9,131	\$9,995	\$9,900

## Trust Funds

## CONSUMER AND MARKETING SERVICE TRUST FUNDS

## Program and Financing (in thousands of dollars)

Identification code 05-32-9999-0-7-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Expenses and refunds, inspection and grading of farm products:			
(a) Dairy products.....	2,693	2,993	3,330
(b) Fruits and vegetables.....	10,847	11,930	13,320
(c) Meat grading.....	8,078	9,148	9,510
(d) Meat inspection.....	403	430	454
(e) Poultry products.....	6,936	7,584	7,820
(f) Miscellaneous agricultural commodities.....	3,352	3,701	3,907
2. Miscellaneous contributed funds.....	29	25	25
<b>Total program costs, funded <sup>1</sup>.....</b>	<b>32,338</b>	<b>35,811</b>	<b>38,366</b>
<b>Change in selected resources <sup>2</sup>.....</b>	<b>214</b>		
<b>10 Total obligations.....</b>	<b>32,552</b>	<b>35,811</b>	<b>38,366</b>

## Financing:

17 Recovery of prior year obligations.....	-197		
21 Unobligated balance available, start of year.....	-11,102	-10,500	-10,475
24 Unobligated balance available, end of year.....	10,500	10,475	10,180

<b>60 Budget authority (appropriation) (permanent).....</b>	<b>31,753</b>	<b>35,786</b>	<b>38,071</b>
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## Distribution of budget authority by account:

Expenses and refunds, inspection and grading of farm products.....	31,703	35,761	38,046
Miscellaneous contributed funds.....	50	25	25

## Relation of obligations to outlays:

71 Obligations incurred, net.....	32,354	35,811	38,366
72 Obligated balance, start of year.....	1,770	1,853	1,707
74 Obligated balance, end of year.....	-1,853	-1,707	-2,107
<b>90 Outlays.....</b>	<b>32,271</b>	<b>35,957</b>	<b>37,966</b>

## Distribution of outlays by account:

Expenses and refunds, inspection and grading of farm products.....	32,243	35,932	37,941
Miscellaneous contributed funds.....	28	25	25

<sup>1</sup> Includes capital outlay as follows: 1969, \$87 thousand; 1970, \$95 thousand; 1971, \$95 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$68 thousand (1969 adjustments, -\$197 thousand); 1969, \$84 thousand; 1970, \$84 thousand; 1971, \$84 thousand.

1. *Expenses and refunds, inspection and grading of farm products.*—An inspection and grading service for products is provided on request. This service is supported primarily by fees paid by users. A limited amount of direct appropriation is available which covers a portion of the public benefit service. The schedules reflect expenses paid from fees received (7 U.S.C. 91-99 (1621-1627)). The volume of work is shown below (in millions):

Commodity	1969 actual	1970 estimate	1971 estimate
Cotton testing, micronaire (pounds)....	792	1,250	1,500
Dairy products graded (pounds).....	3,763	4,000	4,100
Fresh fruits and vegetables, graded (pounds).....	55,880	57,742	59,494
Processed fruits and vegetables, graded: Canned products (pounds).....	7,824	8,240	8,500
Frozen, dried, and miscellaneous (pounds).....	5,565	5,800	6,040
Meat and meat products: Graded (pounds).....	17,774	18,672	19,752
Inspected (pounds).....	940	940	940
Poultry products, graded: Shell eggs (pounds).....	2,501	2,687	2,820
Processed eggs (pounds).....	679	832	814
Poultry (pounds).....	6,913	7,452	7,822
Grain and related products, graded (pounds).....	22,519	20,276	21,276

## Object Classification (in thousands of dollars)

Identification code 05-32-9999-0-7-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	21,437	24,445	25,938
11.3 Positions other than permanent.....	1,700	1,920	2,038
11.5 Other personnel compensation.....	1,896	1,932	2,048
<b>Total personnel compensation.....</b>	<b>25,033</b>	<b>28,297</b>	<b>30,024</b>
12.1 Personnel benefits: Civilian employees.....	1,896	2,189	2,326
13.0 Benefits for former personnel.....	4	3	3
21.0 Travel and transportation of persons.....	1,926	2,130	2,566
22.0 Transportation of things.....	156	163	175
23.0 Rent, communications, and utilities.....	564	550	569
24.0 Printing and reproduction.....	178	194	205
25.0 Other services.....	2,442	1,947	2,070
26.0 Supplies and materials.....	208	217	229
31.0 Equipment.....	126	118	191
42.0 Insurance claims and indemnities.....	19	3	8
<b>99.0 Total obligations.....</b>	<b>32,552</b>	<b>35,811</b>	<b>38,366</b>

## Personnel Summary

Total number of permanent positions.....	2,539	2,616	2,741
Full-time equivalent of other positions.....	296	293	316
Average number of all employees.....	2,685	2,760	2,897
Average GS grade.....	8.2	8.0	8.0
Average GS salary.....	\$9,131	\$9,995	\$9,900

## MILK MARKET ORDERS ASSESSMENT FUND

Program and Financing <sup>1</sup> (in thousands of dollars)

Identification code 05-32-8412-0-8-351	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Administration.....	12,986	13,780	14,211
2. Marketing service.....	1,881	1,881	1,881
<b>10 Total obligations.....</b>	<b>14,867</b>	<b>15,661</b>	<b>16,092</b>

## Financing:

14 Receipts and reimbursements from: Non-Federal sources:			
Administration: Revenue.....	-13,405	-13,780	-13,966
Marketing services: Revenue.....	-1,949	-1,843	-1,843
Nonoperating: Interest revenue.....	-371	-371	-371

<sup>1</sup> Administration fund totals are comprised of 67 separate, independent order accounts in fiscal year 1969. The marketing service fund totals are comprised of 57 separate, independent order accounts in fiscal year 1969.



## General and special funds—Continued

## MILK MARKET ORDERS ASSESSMENT FUND—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-32-8412-0-8-351		1969 actual	1970 est.	1971 est.
21	Unobligated balance available, start of year	-8,525	-9,383	-9,716
24	Unobligated balance available, end of year	9,383	9,716	9,804
Budget authority				
Relation of obligations to outlays:				
71	Obligations incurred, net	-858	-333	-88
72	Obligated balance, start of year	1,348	1,259	1,025
74	Obligated balance, end of year	-1,259	-1,025	-1,037
90	Outlays	-769	-99	-100

The Secretary is authorized by the Agricultural Marketing Agreement Act of 1937, as amended—under certain conditions—to issue Federal milk marketing orders establishing minimum prices which handlers are required to pay for milk purchased from producers.

Market administrators are responsible for carrying out locally the terms of specific marketing orders. Their operating expenses, partly financed by assessments on regulated handlers and partly by deductions from producers, are reported in these schedules. These funds are collected locally, deposited in local banks, and disbursed directly by the market administrator.

Each milk order is administered locally by a market administrator who is appointed by the Secretary. His staff is employed directly by the market administrator.

The activities conducted in the local office are concerned primarily with monthly computations and public announcement of class and uniform blend prices, associated butterfat differentials, examination of handlers records and facilities to verify their reports and payments to producers, and in checking weights and tests of producer milk.

The expenses of each local office are met from an administrative fund and a marketing service fund which are prescribed in each order. The administrative fund is derived from prorated handler assessments. The marketing service fund of the individual order provides for the expense of disseminating market information to producers who are not members of a qualified cooperative. It also provides for the verification of the weights, sampling, and testing of milk from these producers. The cost of these services is borne by such producers.

The maximum rates for administrative assessment and for marketing services are set forth in each order and adjustments below these rates are made from time to time upon recommendations by the market administrator and upon approval of the Service to provide reserves at about a 6-month operating level. Upon termination of any order, the statute provides for distributing the proceeds from net assets pro rata to contributing handlers or producers as the case may be.

Milk sold by regulated handlers supplied about 117 million persons in calendar year 1968.

The following table gives an indication of the growing role of Federal orders on the marketing of milk over the past few years:

		Calendar year				
		1964	1965	1966	1967	1968
Population of market areas (millions)		99.3	102.4	100.0	103.6	117.0
Producer deliveries (billion pounds)		54.447	54.444	53.103	53.761	56.441
Producer deliveries used in class I (billion pounds)		33.965	34.561	34.870	34.412	36.484
Number of producers		167,503	158,077	146,090	140,657	141,651

## Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1969 actual	1970 est.	1971 est.
Administrative fund:			
Revenue	13,405	13,780	13,966
Expense	12,986	13,780	14,211
Net operating income or loss (-), administrative fund	419		-245
Marketing service fund:			
Revenue	1,949	1,843	1,843
Expense	1,881	1,881	1,881
Net operating income or loss (-), marketing service fund	68	-38	-38
Nonoperating income:			
Interest revenue	371	371	371
Net income for the year	858	333	88
Analysis of retained earnings:			
Retained earnings, start of year	8,525	9,383	9,716
Retained earnings, end of year	9,383	9,716	9,804

## Financial Condition (in thousands of dollars)

	1968 actual	1969 actual	1970 est.	1971 est.
Assets:				
Cash in banks	7,754	7,906	8,176	8,250
U.S. securities (current redemption value)	2,119	2,736	2,836	2,862
Accounts receivable, net	394	127	127	128
Other	11	112	123	123
Total assets	10,278	10,881	11,262	11,363
Liabilities:				
Current	1,641	1,386	1,434	1,447
Government equity:				
Retained earnings (reserved)	8,525	9,383	9,716	9,804

## Analysis of Government Equity (in thousands of dollars)

	1968 actual	1969 actual	1970 est.	1971 est.
Government equity (unobligated balance)	8,525	9,383	9,716	9,804

## Object Classification (in thousands of dollars)

Identification code 05-32-8412-0-8-351		1969 actual	1970 est.	1971 est.
11.1	Personnel compensation: Permanent positions	10,543	11,186	11,577
12.1	Personnel benefits: Civilian employees	886	917	925
21.0	Travel and transportation of persons	1,013	1,048	1,057
23.0	Rent, communications, and utilities	1,308	1,354	1,366
25.0	Other services	575	595	601
26.0	Supplies and materials	325	336	339
31.0	Equipment	217	225	227
99.0	Total obligations	14,867	15,661	16,092



Personnel Summary <sup>1</sup>

Total number of permanent positions.....	910	930	940
Full-time equivalent of other positions.....	88	84	84
Average number of all employees.....	938	976	986
Average salary, grades recommended by Consumer and Marketing Service.....	\$9,732	\$9,984	\$10,243

<sup>1</sup> Excludes New York-New Jersey order operated under Federal and State orders.

## FOOD AND NUTRITION SERVICE

## Federal Funds

## General and special funds:

## SPECIAL MILK PROGRAM

For necessary expenses to carry out the provisions of the Special Milk Program, as authorized by section 3 of the Child Nutrition Act of 1966 (42 U.S.C. 1772) \$84,000,000. (Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-34-2502-0-1-702	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Cash payments to States.....	102,048	83,314	-----
2. Operating expenses.....	590	725	-----
Total program costs, funded <sup>1</sup> .....	102,638	84,039	-----
Change in selected resources <sup>2</sup> .....	39	-39	-----
10 Total obligations.....	102,677	84,000	-----
<b>Financing:</b>			
25 Unobligated balance lapsing.....	1,323	-----	-----
Budget authority.....	104,000	84,000	-----
<b>Budget authority:</b>			
Current:			
40 Appropriation.....	-----	84,000	-----
Permanent:			
62 Transferred from other accounts.....	104,000	-----	-----
63 Appropriation (adjusted).....	104,000	-----	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	102,677	84,000	-----
72 Obligated balance, start of year.....	14,371	14,578	17,378
74 Obligated balance, end of year.....	-14,578	-17,378	-----
77 Adjustments in expired accounts.....	-545	-----	-----
90 Outlays.....	101,925	81,200	17,378

<sup>1</sup> Includes capital outlay as follows: 1969, \$1 thousand; 1970, \$2 thousand; excludes downward adjustment of \$545 thousand in prior year costs.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$1 thousand (1969 adjustments, -\$1 thousand); 1969, \$39 thousand; 1970, \$0; 1971, \$0.

1. *Cash payments to States.*—This program is designed to increase the consumption of fluid milk by children in nonprofit schools of high school grade and under, child-care centers, summer camps and similar nonprofit institutions. The program will be terminated at the end of fiscal year 1970 as programs for feeding balanced meals to needy school children are further expanded. Most of these meals will include milk.

Funds are provided under letters of credit to State agencies to reimburse eligible participants for a part of the cost of the fluid milk consumed. Based upon available funds and prior year participation, initial reserves were established for each State for reimbursement payments

through fiscal year 1967. Beginning in fiscal year 1968, available funds were apportioned among the States on the basis of payments made to schools and child-care institutions for program reimbursement during the preceding fiscal year. In especially needy schools, reimbursement payments may be made for the full cost of this milk for children who are unable to pay. In fiscal year 1970 the program is being financed by a direct appropriation of \$84 million and an additional \$20 million provided under the section 32 special feeding program.

In 1969 almost 3 billion half-pints of fluid milk were consumed by children—over six times the quantity in 1955, the first year of operation of the program. This represents more than 3% of the total nonfarm consumption of the fluid milk in the United States. The child nutrition programs and additional section 32 funds aid in financing all child food assistance. These programs are directed at providing complete meals and food supplements, including milk, with particular emphasis on assistance for needy children. The further expansion of these programs proposed in 1971 will result in an increase in milk consumption with the additional meals to be served. These factors eliminate the need for a separate special milk program appropriation.

Program activities from 1968 through 1970 are as follows:

	1968 actual	1969 actual	1970 estimate
Outlet participation.....	94,422	99,085	99,100
Half-pints of milk reimbursed (millions).....	3,035.7	2,903.9	3,000.0
Average reimbursement rate per half-pint (cents).....	3.36	3.51	3.44

2. *Operating expenses.*—Administrative and technical assistance is furnished to State agencies, participating schools, and child-care institutions. Policies, procedures, and standards are developed for administering the program and determining eligibility. The program is administered directly in over 9,000 outlets where no State agency has assumed the responsibility for its administration, or where such agencies are prohibited by law from disbursing funds to such participants.

## Object Classification (in thousands of dollars)

Identification code 05-34-2502-0-1-702	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	472	584	-----
11.3 Positions other than permanent.....	8	-----	-----
11.5 Other personnel compensation.....	7	1	-----
Total personnel compensation.....	487	585	-----
12.1 Personnel benefits: Civilian employees.....	37	47	-----
21.0 Travel and transportation of persons.....	23	20	-----
22.0 Transportation of things.....	1	1	-----
23.0 Rent, communications, and utilities.....	26	23	-----
24.0 Printing and reproduction.....	4	3	-----
25.0 Other services.....	47	3	-----
26.0 Supplies and materials.....	2	2	-----
31.0 Equipment.....	2	2	-----
41.0 Grants, subsidies, and contributions.....	102,048	83,314	-----
99.0 Total obligations.....	102,677	84,000	-----

## Personnel Summary

Total number of permanent positions.....	65	68	-----
Average number of all employees.....	59	65	-----
Average GS grade.....	7.2	7.3	-----
Average GS salary.....	\$8,088	\$9,033	-----



## General and special funds—Continued

## CHILD NUTRITION PROGRAMS

For necessary expenses to carry out the provisions of the National School Lunch Act, as amended (42 U.S.C. 1751-1761) and the applicable provisions other than section 3 of the Child Nutrition Act of 1966, as amended (42 U.S.C. 1773-1785), [\$252,441,000] \$259,428,000, of which [\$129,941,000] \$174,033,000 shall be derived by transfer from funds available under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c): *Provided*, That of the foregoing total amount there shall be available [\$44,800,000] \$48,347,000 for special assistance to needy schools, [\$10,000,000] \$12,000,000 for the school breakfast program, [\$10,000,000] \$12,500,000 for the nonfood assistance program, \$750,000 for State administrative expenses, and [\$15,000,000] \$12,000,000 for special food service programs for children to remain available until September 30 of the next succeeding fiscal year: *Provided further*, That no part of this appropriation shall be used for nonfood assistance under section 5 of the National School Lunch Act, as amended: *Provided further*, That an additional \$64,325,000 shall be transferred to this appropriation from funds available under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c), for purchase and distribution of agricultural commodities and other foods pursuant to section 6 of the National School Lunch Act, as amended: *Provided further*, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$5,000 shall be available for employment under 5 U.S.C. 3109. (Department of Agriculture and Related Agencies Appropriation Act, 1970; additional authorizing legislation to be proposed for the nonfood assistance program, for \$12,500,000.)

## Program and Financing (in thousands of dollars)

Identification code 05-34-2539-0-1-702	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Cash payments to States:			
(a) School lunch program.....	162,034	168,041	169,721
(b) Special assistance.....	10,000	44,800	48,347
(c) School breakfast program.....	3,500	10,000	12,000
(d) Nonfood assistance program.....	748	10,000	12,500
(e) State administrative expenses.....	153	750	750
(f) Nonschool food program.....	3,244	13,572	15,000
2. Commodity procurement.....	63,983	64,325	64,325
3. Operating expenses.....	2,388	3,850	4,110
Total program costs, funded <sup>1</sup> .....	246,050	315,338	326,753
Change in selected resources <sup>2</sup> .....	38		
10 Total obligations.....	246,088	315,338	326,753
<b>Financing:</b>			
21 Unobligated balance available, start of year.....		-5,931	-3,000
24 Unobligated balance available, end of year.....	5,931	3,000	
25 Unobligated balance lapsing.....	758	4,359	
Budget authority.....	252,777	316,766	323,753
<b>Budget authority:</b>			
Current:			
40 Appropriation.....	188,474	122,500	85,395
41 Transferred to other accounts.....	-22		
43 Appropriation (adjusted).....	188,452	122,500	85,395
Permanent:			
62 Transferred from other accounts.....	64,325	194,266	238,358
63 Appropriation (adjusted).....	64,325	194,266	238,358
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	246,088	315,338	326,753
72 Obligated balance, start of year.....	25,133	33,758	47,396
74 Obligated balance, end of year.....	-33,758	-47,396	-60,462
77 Adjustments in expired accounts.....	-456		
90 Outlays.....	237,007	301,700	313,687

<sup>1</sup> Includes capital outlay as follows: 1969, \$17 thousand; 1970, \$25 thousand; 1971, \$25 thousand; excludes downward adjustment of \$456 thousand in prior year costs.

<sup>2</sup> Selected resources as of June 30 are as follows:

	1968	1969	1970	1971
Unpaid undelivered orders.....	19	141	141	141
Advances.....	151	67	67	67
Total selected resources.....	170	208	208	208

The primary objective of the child nutrition programs is to make the best possible nutrition available to every child, regardless of the economic condition of the child's family or the local district. Special emphasis is directed toward reaching needy children in low income areas in schools, child-care centers, settlement houses, recreation centers, and similar nonprofit institutions devoted to the care and training of children. They also contribute to a second major objective, to increase farm income, by expanding agricultural markets.

These programs are authorized by the National School Lunch Act, as amended, and the Child Nutrition Act of 1966, as amended.

1. *Cash payments to States.*—The programs are operated under an agreement entered into by the State educational agency and the Department. Funds are advanced under letters of credit to State agencies for use in reimbursing participating schools and child-care institutions. Sponsors make application to the State agency and if accepted are reimbursed in accordance with the terms of their agreement.

(a) *School lunch program.*—Assistance in the form of both funds and food is provided to the States, as defined in the National School Lunch Act, for serving lunches to schoolchildren. Each State's portion of the funds available is determined by a statutory formula. The formula takes into account the participation rate in the State, and the relationship between the per capita income of the State and the average United States per capita income. States must match the Federal cash grant from sources within the State at a 3 to 1 ratio. For States with below-average per capita income, this ratio is decreased.

In 1969, the States contributed to this program \$1,516 million, most of which came from children's payments. This was far in excess of the statutory matching requirement of \$3 for each Federal dollar of cash payment.

The program during the peak month in 1969 provided lunches to about 39.4 percent of the approximately 51 million schoolchildren in the country. The number of lunches served increased approximately 4.6 percent over 1968. Participation in the program in December 1968 reached about 20.1 million children in 74,558 schools and an appreciable increase is expected in 1970 and 1971.

(b) *Special assistance.*—To schools drawing attendance from needy families, section 11 of the National School Lunch Act provides special assistance for serving free or reduced price lunches. The legislation carries carefully prescribed criteria as to the eligibility of these schools, and a special formula for the apportionment of funds among the States.

In fiscal year 1969, about 300,000 children were served 57.5 million lunches. In addition, 1 million children received 184.1 million lunches under the special section 32 funding. The increases for 1970 will provide lunches for every needy child in the country by yearend.

(c) *School breakfast program.*—The Child Nutrition Act of 1966 authorized a school breakfast program for 2 years on a pilot basis to assist States through grants-in-aid and other means to initiate, maintain, or expand nonprofit breakfast programs in schools. Public Law 90-302, approved May 8, 1968, extended the breakfast program through 1971.

Funds are apportioned to States by a statutory formula. While the basic payments are limited to food assistance, in circumstances of severe need, financial assistance may be authorized up to 80 percent of the operating costs. Applicant schools must provide justification of the need for additional assistance.



The program is operated in schools drawing attendance from areas in which poor economic conditions exist and where a substantial portion of the children enrolled travel long distances. In fiscal year 1969, programs operated in schools in 49 States, the District of Columbia, Guam, and Puerto Rico.

In fiscal year 1969, an average of 205,000 children consumed 37 million breakfasts in 2,922 schools, including special section 32 funding. About 72 percent of the breakfasts were served free or at token charges to children. In fiscal year 1970 it is estimated that an average of 407,000 children will be participating in some 3,300 schools.

(d) *Nonfood assistance program.*—The Child Nutrition Act of 1966 authorized a permanent program to assist the States through grants-in-aid and other means to supply schools in low-income areas with food service equipment, other than land or buildings.

Applicant schools are required to justify their need for assistance on a project basis and submit a detailed description of the equipment to be acquired, including their proposals for its use in meeting the nutritional needs of children. In addition, State and local sources must bear 25% of the cost of equipment or facilities financed under this authority.

In fiscal year 1969 a total of 938 schools in all States, the District of Columbia, Guam, Puerto Rico, and American Samoa, serving meals to some 934,000 children, received equipment assistance of about \$748,000. In 100 of these schools, no food service had been available prior to receiving equipment funds. In addition 1,990 schools received equipment assistance from the special section 32 funds.

In order to provide nutritious meals, many schools in the country must be provided funds for kitchen equipment. In 1970 the funds provided will reach about 1,000 schools. The increase for 1971 would be sufficient to provide equipment for 1,250 schools at an average contribution of \$10,000 a school.

(e) *State administrative expenses.*—The Child Nutrition Act of 1966 provides for advances to each State educational agency for administrative expenses. These funds are to be used for supervising and giving technical assistance to the local school districts for additional activities undertaken by them to reach more needy children under the school lunch, special assistance, school breakfast, nonfood assistance, and nonschool food programs.

(f) *Nonschool food program.*—The National School Lunch Act was amended in 1968 to authorize a pilot program for 3 years to assist States through grants-in-aid and other means, to initiate, maintain, or expand nonprofit food service programs for children in service institutions. These programs will reach school-age children during the summer months in settlement houses, neighborhood houses, and recreation centers. Preschool children will receive year-round assistance in child day-care centers.

Each State may receive a basic grant of not more than \$50,000. The remaining funds will be apportioned by a formula to be determined by the ratio of the number of children (aged 3 to 17 inclusive) from families with income under \$3,000 per year in each State, to the total number of such children in all States. Up to 80% of the total cost of meals served may be paid in cases of severe need, and not more than 75 percent of the equipment costs may be paid to the institutions. All meals served must meet minimum nutritional standards as a condition for receiving assistance.

In fiscal year 1969, 312,570 children were reached on a partial-year basis. At an average of about 40 cents per

child per day, it is estimated that this program will reach about 400,000 children in fiscal year 1970.

2. *Commodity procurement.*—Commodity procurement under section 6 of the National School Lunch Act provides additional commodities to schools to supplement foods purchased locally for the lunch program. Section 6 procurement helps to insure nutritionally adequate lunches and appreciation for quality foods. It also broadens agricultural markets. Commodities are purchased by the Department on the basis of their nutritional value and acceptability to schools.

Protein items of chicken and meat accounted for about two-thirds of the purchases in fiscal year 1969. The remaining one-third consisted of fruits and vegetables. In fiscal year 1970 frozen ground beef, chicken, and fruits and vegetables are being purchased with funds transferred from section 32, Removal of Surplus Agricultural Commodities.

Commodities acquired under price support and surplus removal programs are available to schools and child-care institutions. The volume of surplus commodities distributed depends upon market conditions.

During 1969, over \$1,272 million worth of agricultural commodities and other foods were used. About 22% of this amount represented commodities contributed under section 6 and the Federal surplus removal and price support programs. Over 78% was purchased through local suppliers.

3. *Operating expenses.*—Administrative and technical assistance is furnished to State agencies, participating schools and child-care institutions. Policies, procedures, and standards are developed for administering the programs and determining eligibility. The programs are administered directly in private schools where the State educational agency is prohibited by law from disbursing funds and in child-care institutions where no State agency has assumed the responsibility for administering the program.

Participation in the programs from 1968 through 1971 are as follows:

## CASH PAYMENTS TO STATES

	1968 actual	1969 preliminary	1970 estimate	1971 estimate
(a) School lunch program:				
Number of schools (peak) <sup>1</sup> .....	71,983	74,558	85,000	88,000
Number of children (thousands— average).....	17,700	17,800	18,700	18,900
Number of lunches served (mil- lions).....	3,181.0	3,207.6	3,360.8	3,394.4
(b) Special assistance:				
Number of children (thousands— average).....	200	<sup>3</sup> 1,300	<sup>3</sup> 2,900	<sup>3</sup> 5,500
Number of lunches served (mil- lions).....	37.0	<sup>3</sup> 241.6	<sup>3</sup> 529.0	<sup>3</sup> 1,000.0
(c) School breakfast program:				
Number of schools (peak) <sup>2</sup> .....	1,325	2,922	3,300	4,000
Number of children (thousands— average).....	165	<sup>3</sup> 205	<sup>3</sup> 407	<sup>3</sup> 555
Number of breakfasts served (millions).....	16.0	<sup>3</sup> 37.0	<sup>3</sup> 73.4	<sup>3</sup> 100.0
(d) Nonfood assistance program: Num- ber of schools equipped.....	755	<sup>3</sup> 2,928	<sup>3</sup> 1,500	1,250
(f) Nonschool food program:				
Number of institutions.....	-----	2,260	2,500	2,500
Number of children:				
Year-round.....	-----	78,142	100,000	100,000
Summer program.....	-----	234,428	294,400	294,400
Number of meals served (thou- sands).....	-----	24,659	72,500	87,000

<sup>1</sup> Represents total schools participating in regular school lunch, special assistance and breakfast programs.

<sup>2</sup> Represents duplication of schools reported—school lunch program.

<sup>3</sup> Includes special section 32 funding.



## General and special funds—Continued

## CHILD NUTRITION PROGRAMS—Continued

## FINANCING OF PROGRAMS

(In millions of dollars)

	1968 actual	1969 actual	1970 estimate	1971 estimate
State and local contributions (total, including payments by children)---	1,436.3	1,516.5	1,795.0	1,915.0
Federal financing:				
1. Cash payments to States:				
(a) School lunch program-----	154.7	162.0	168.0	169.7
(b) Special assistance-----	4.9	10.0	44.8	48.3
(c) School breakfast-----	2.0	3.5	10.0	12.0
(d) Nonfood assistance-----	.7	.7	10.0	12.5
(e) State administrative expenses-----		.2	.8	.8
(f) Nonschool food program-----		3.2	13.6	15.0
2. Commodity procurement (sec. 6)---	55.5	64.2	64.3	64.3
3. Surplus commodity distribution-----	220.5	207.9	167.3	201.5
4. Special milk program-----	101.9	102.0	83.3	
Federal contributions-----	540.2	553.7	562.1	524.1
Total all contributions-----	1,976.5	2,070.2	2,357.1	2,439.1

In addition to these programs, a \$44 million special feeding program was initiated in fiscal year 1969 under section 32. In fiscal year 1970, \$89 million is budgeted for the special feeding programs, including \$20 million for special milk; \$156.7 million is budgeted for fiscal year 1971. This program is to meet the urgent need for providing additional foods to needy children suffering from general and continued hunger.

## Object Classification (in thousands of dollars)

Identification code 05-34-2539-0-1-702	1969 actual	1970 est.	1971 est.
Personnel compensation:			
11.1 Permanent positions-----	1,540	2,497	2,748
11.3 Positions other than permanent-----	36	6	6
11.5 Other personnel compensation-----	4	5	5
Total personnel compensation-----	1,580	2,508	2,759
12.1 Personnel benefits: Civilian employees-----	122	201	201
21.0 Travel and transportation of persons-----	153	213	240
22.0 Transportation of things-----	5	10	10
23.0 Rent, communications, and utilities-----	56	115	118
24.0 Printing and reproduction-----	28	222	198
25.0 Other services-----	533	531	534
26.0 Supplies and materials-----	11	20	20
Grants of commodities to States-----	63,899	64,325	64,325
31.0 Equipment-----	22	30	30
41.0 Grants, subsidies, and contributions-----	179,679	247,163	258,318
99.0 Total obligations-----	246,088	315,338	326,753

## Personnel Summary

Total number of permanent positions-----	228	265	265
Full-time equivalent of other positions-----	2	2	2
Average number of all employees-----	167	178	248
Average GS grade-----	7.2	7.3	7.2
Average GS salary-----	\$8,088	\$9,033	\$8,900

## FOOD STAMP PROGRAM

For necessary expenses of the food stamp program pursuant to the Food Stamp Act of 1964, as amended, [\$610,000,000] \$1,250,000,000. (Department of Agriculture and Related Agencies Appropriation Act, 1970; additional authorizing legislation to be proposed for \$1,080,000,000.)

## Program and Financing (in thousands of dollars)

Identification code 05-34-2505-0-1-702	1969 actual	1970 est.	1971 est.
Program by activities:			
1. Program costs-----	238,669	596,150	1,232,000

2. Operating expenses-----	10,051	13,828	18,000
Total program costs, funded <sup>1</sup> -----	248,720	609,978	1,250,000
Change in selected resources <sup>2</sup> -----	2,261		
10 Total obligations-----	250,981	609,978	1,250,000
Financing:			
25 Unobligated balance lapsing-----	28,927		
Budget authority-----	279,908	609,978	1,250,000
Budget authority:			
40 Appropriation-----	280,000	610,000	1,250,000
41 Transferred to other accounts-----	-92	-22	
43 Appropriation (adjusted)-----	279,908	609,978	1,250,000
Relation of obligations to outlays:			
71 Obligations incurred, net-----	250,981	609,978	1,250,000
72 Obligated balance, start of year-----	3,732	6,324	41,302
74 Obligated balance, end of year-----	-6,324	-41,302	-41,997
77 Adjustments in expired accounts-----	-623		
90 Outlays-----	247,766	575,000	1,249,305

<sup>1</sup> Includes capital outlay as follows: 1969, \$66 thousand; 1970, \$100 thousand; 1971, \$100 thousand; excludes downward adjustment of \$623 thousand in prior year costs.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$199 thousand; 1969, \$2,460 thousand; 1970, \$2,460 thousand; 1971, \$2,460 thousand.

This program helps provide improved nutrition to households with limited resources. Food coupons which may be used in retail stores for the purchase of commercial brand foods are issued to needy households that qualify to participate. The program is inaugurated at the request of State welfare agencies and these agencies are responsible for certification and coupon issuance functions.

The Department determines the allotment of coupons for each household unit, including the portion to be purchased, based on income, food needs, and other factors.

Coupons are issued by a non-Federal issuing office. Cash paid for the coupons by participants is deposited periodically in a designated Federal depository. Food stores receive cash or credit for the coupons from any commercial bank, which must accept them at face value. The coupons then flow through regular banking channels to the Federal Reserve banks where they are redeemed.

The Food Stamp Act of 1964 was amended on November 13, 1969, to provide appropriation authority of \$610 million for fiscal year 1970. Legislation has been proposed to make substantial changes in the basic food stamp authority. The 1971 budget is based on the passage of the recommended legislation.

The \$610 million appropriated for 1970 will finance needed program modifications and expansion into some new areas. The increased funds will be used to provide a greater total coupon allotment at a reduced cash outlay to the participant. The cash requirement will be reduced substantially and the total coupon allotment will be sufficient to provide a nutritionally adequate diet. It is anticipated that a participation level of 5.4 million will be reached by June 30, 1970. An increase of \$640 million in 1971 will be needed to finance the full year costs of the program changes made at midyear in 1970 and provide financing for expansion into an estimated 600 new project areas to be operating by June 30, 1971. The program would then be reaching about 7.5 million people—2.1 million above 1970.

The following table reflects coverage, participation and costs for fiscal years 1962 (the first full year of operation of the pilot program) and 1969, and estimates for fiscal years 1970 and 1971 (dollars in millions):

	1962 actual	1969 actual	1970 estimate	1971 estimate
Number of areas by year-end.....	8	1,489	1,800	2,300-2,400
Number of participants at year-end.....	140,736	3,224,233	5,424,000	7,472,000
Total value coupons issued.....	\$35.2	\$601.8	\$1,180.0	\$1,875.0
Amount paid by participants (for deposit to redemption account).....	\$22.0	\$373.0	\$600.0	\$675.0
Value of bonus (free) coupons issued.....	\$13.2	\$228.8	\$580.0	\$1,200.0
Federal costs:				
Program.....	\$13.4	\$240.6	\$596.2	\$1,232.0
Administrative.....	\$0.7	\$10.4	\$13.8	\$18.0

## Object Classification (in thousands of dollars)

Identification code 05-34-2505-0-1-702	1969 actual	1970 est.	1971 est.
Personnel compensation:			
11.1 Permanent positions.....	7,615	9,497	13,850
11.3 Positions other than permanent.....	117	69	105
11.5 Other personnel compensation.....	38	34	45
Total personnel compensation.....	7,770	9,600	14,000
12.1 Personnel benefits: Civilian employees.....	637	768	1,120
21.0 Travel and transportation of persons.....	678	1,020	1,400
22.0 Transportation of things.....	71	175	325
23.0 Rent, communications, and utilities.....	526	900	1,440
24.0 Printing and reproduction.....	4,780	6,441	11,825
25.0 Other services.....	582	800	1,315
26.0 Supplies and materials.....	75	124	280
31.0 Equipment.....	93	150	295
41.0 Grants, subsidies, and contributions.....	235,769	590,000	1,218,000
99.0 Total obligations.....	250,981	609,978	1,250,000

## Personnel Summary

Total number of permanent positions.....	1,138	1,421	1,800
Full-time equivalent of other positions.....	22	9	9
Average number of all employees.....	1,001	1,200	1,600
Average GS grade.....	7.2	7.3	7.2
Average GS salary.....	\$8,088	\$9,033	\$8,900

## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-34-3926-0-4-355	1969 actual	1970 est.	1971 est.
Program by activities:			
10 Miscellaneous services to other accounts (program costs, funded—obligations).....	1	-----	-----
Financing:			
14 Receipts and reimbursements from: Non-Federal sources <sup>1</sup> .....	—1	-----	-----
Budget authority.....	-----	-----	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-----	-----	-----
90 Outlays.....	-----	-----	-----

<sup>1</sup> Reimbursements from non-Federal sources—jury fees (5 U.S.C. 30p).

## Object Classification (in thousands of dollars)

Identification code 05-34-3926-0-4-355	1969 actual	1970 est.	1971 est.
11.1 Personnel compensation: Permanent positions.....	1	-----	-----
99.0 Total obligations.....	1	-----	-----

## Personnel Summary

Average number of all employees.....	1	-----	-----
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## FOREIGN AGRICULTURAL SERVICE

## Federal Funds

## General and special funds:

## SALARIES AND EXPENSES

For necessary expenses for the Foreign Agricultural Service, including carrying out title VI of the Agricultural Act of 1954 (7 U.S.C. 1761-1768), market development activities abroad, and for enabling the Secretary to coordinate and integrate activities of the Department in connection with foreign agricultural work, including not to exceed \$35,000 for representation allowances and for expenses pursuant to section 8 of the Act approved August 3, 1956 (7 U.S.C. 1766), [ "\$23,437,000" ] \$24,773,000: *Provided*, That not less than \$255,000 of the funds contained in this appropriation shall be available to obtain statistics and related facts on foreign production and full and complete information on methods used by other countries to move farm commodities in world trade on a competitive basis: *Provided further*, That, in addition, not to exceed \$3,117,000 of the funds appropriated by section 32 of the Act of August 24, 1935, as amended (7 U.S.C. 612c), shall be merged with this appropriation and shall be available for all expenses of the Foreign Agricultural Service. (7 U.S.C. 2201, 2202; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-36-2900-0-1-355	1969 actual	1970 est.	1971 est.
Program by activities:			
1. International trade.....	690	839	839
2. Agricultural attachés.....	4,960	5,618	5,618
3. Market development.....	16,136	16,285	19,151
4. Commodity programs.....	2,890	3,427	3,427
5. Barter and stockpiling <sup>1</sup> .....	416	-----	-----
6. General sales management <sup>1</sup> .....	736	-----	-----
Total program costs, funded <sup>2</sup> .....	25,828	26,169	29,035
Change in selected resources <sup>3</sup> .....	10	1,029	—1,145
10 Total obligations.....	25,838	27,198	27,890
Financing:			
11 Receipts and reimbursements from: Federal funds:			
Limitation on administrative expenses, Commodity Credit Corporation.....	—1,379	—14	-----
Commodity Credit Corporation fund.....	—65	-----	-----
25 Unobligated balance lapsing.....	625	-----	-----
Budget authority.....	25,019	27,184	27,890

<sup>1</sup> Activity transferred to the Export Marketing Service on Mar. 28, 1969. The 1969 column includes the Commodity Credit Corporation funds transferred to and expended by the Foreign Agricultural Service up to the time of transfer.

<sup>2</sup> Includes capital outlay as follows: 1969, \$83 thousand; 1970, \$83 thousand; 1971, \$83 thousand.

<sup>3</sup> Selected resources as of June 30 are as follows:

	1968	1969 adjust- ments	1969	1970	1971
Unpaid undelivered orders.....	22,725	—1,404	21,397	22,370	21,287
Advances.....	1,296	-----	1,231	1,287	1,225
Total selected resources.....	24,021	—1,404	22,628	23,657	22,512



## General and special funds—Continued

## SALARIES AND EXPENSES—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-36-2900-0-1-355		1969 actual	1970 est.	1971 est.
Budget authority:				
Current:				
40	Appropriation.....	21,541	23,437	24,773
41	Transferred to other accounts.....	—1	-----	-----
42	Transferred from other accounts.....	362	-----	-----
43	Appropriation (adjusted).....	21,902	23,437	24,773
44.20	Proposed supplemental for civilian pay act increases.....	-----	630	-----
Permanent:				
62	Transferred from other accounts.....	3,117	3,117	3,117
63	Appropriation (adjusted).....	3,117	3,117	3,117
Relation of obligations to outlays:				
71	Obligations incurred, net.....	24,394	27,184	27,890
72	Obligated balance, start of year.....	27,586	27,558	30,087
74	Obligated balance, end of year.....	-27,558	-30,087	-30,592
77	Adjustments in expired accounts.....	-1,404	-----	-----
90	Outlays, excluding pay increase supplemental.....	23,018	24,055	27,355
91.20	Outlays from civilian pay act supplemental.....	-----	600	30

The Service helps American agriculture to maintain and expand foreign markets for its products and reports foreign developments as a guide to American agricultural production, policies, and programs.

(a) The Service helps to develop foreign markets for U.S. farm products through effective market promotion under special export programs and through continuous efforts to remove international trade barriers that inhibit export sales.

(b) The Service maintains a worldwide agricultural intelligence and reporting service that enables American agriculture to carry out its production, policies, and programs in the context of world developments. Pertinent agricultural and economic data of foreign production and markets, and information on foreign agricultural policies are continuously analyzed and reported.

1. *International trade.*—The Service directs and coordinates Department responsibilities in international trade agreement programs and negotiations, under the authority of the Trade Expansion Act. It identifies and strives to reduce foreign trade barriers to U.S. agricultural exports. Developments in foreign trade policies are examined and their effect on agricultural trade and operations are reported with recommendations as to courses of action.

The Service recommends Department positions and participates in negotiations on trade agreements and international commodity agreements. It reviews and reports trade regulations of countries (primarily those signatory to the General Agreement on Tariffs and Trade) as to how such regulations affect the movement of U.S. farm products in world trade.

The Service administers a program of import controls, in accordance with section 22 of the Agricultural Adjustment Act, on foreign farm products which would render ineffective or materially interfere with Department programs relating to agricultural commodities. It is also responsible for administering import controls established under the 1964 Meat Import Act and section 204 of the Trade Expansion Act.

2. *Agricultural attachés.*—The Service maintains agricultural attachés at 60 foreign posts to assist in the development of markets abroad for U.S. agricultural commodities. They work closely with numerous U.S. agricultural trade groups and maintain contacts with foreign governments to promote greater market accessibility for U.S. farm products. They carry out a comprehensive schedule of reporting foreign agricultural production, marketing, and trade policy developments to keep U.S. agriculture, industry, and Government currently informed.

3. *Market development.*—The Service administers programs concerned with the development of foreign markets for agricultural products of the United States, and coordinates interagency participation and action essential to administration of these programs. These functions involve: (a) Developing a system of worldwide promotional programs, on a commodity-by-commodity basis, in cooperation with national organizations of producers, processors, and exporters, and providing overall guidance to these organizations in carrying out cooperative programs; (b) developing, operating, and evaluating a worldwide system of multicommodity promotional programs utilizing trade fairs, trade centers and point-of-purchase campaigns to expand overseas markets; (c) reviewing foreign marketing plans; providing technical assistance in their design; developing procedures and controlling budgets and funds essential to their implementation; and evaluating programs implemented; (d) cooperating with State and local organizations in programs designed to provide technical assistance to U.S. agricultural export firms and to stimulate participation of new U.S. "cooperator" groups in promotional projects; (e) developing and guiding a systematic review of foreign markets on a country-by-country basis to find new market opportunities for U.S. agricultural products and to develop long-range promotional plans for such markets; and (f) exploring new methods and techniques to stimulate the flow of U.S. farm products into overseas markets.

4. *Commodity programs.*—Information essential to domestic planning and to foreign marketing of specific U.S. farm commodities is obtained, analyzed, and made available to U.S. farm and trade groups and to Government. Foreign agricultural competition is analyzed and reported. Marketing programs, in which producers, exporters, and Government officials participate, are developed to maintain and expand the foreign market for U.S. farm products. Assistance is given to U.S. trade representatives in negotiations with foreign officials. Assistance is given to American exporters and foreign importers to bring them together under conditions favorable to trade.

5. *Barter and stockpiling.*—Functions previously performed by the Service were transferred to Export Marketing Service in March 1969.

6. *General sales management.*—Functions previously performed by the Service were transferred to Export Marketing Service in March 1969.

## Object Classification (in thousands of dollars)

Identification code 05-36-2900-0-1-355		1969 actual	1970 est.	1971 est.
FOREIGN AGRICULTURAL SERVICE				
Personnel compensation:				
11.1	Permanent positions.....	9,449	8,606	9,040
11.3	Positions other than permanent.....	122	100	100
11.5	Other personnel compensation.....	60	60	60
11.8	Special personal service payments.....	34	34	35
Total personnel compensation.....		9,665	8,800	9,235



12.1	Personnel benefits: Civilian employees.....	941	861	885
13.0	Benefits for former personnel.....	7	-----	-----
21.0	Travel and transportation of persons.....	592	404	413
22.0	Transportation of things.....	189	145	160
23.0	Rent, communications, and utilities.....	606	329	345
24.0	Printing and reproduction.....	240	181	189
25.0	Other services.....	13,415	16,137	16,491
26.0	Supplies and materials.....	104	60	65
31.0	Equipment.....	79	97	96
42.0	Insurance claims and indemnities.....	-----	11	11

Total obligations, Foreign Agricultural Service.....	25,838	27,025	27,890
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ALLOCATION TO EXPORT  
MARKETING SERVICE

11.1	Personnel compensation: Permanent positions.....	-----	135	-----
12.1	Personnel benefits: Civilian employees.....	-----	11	-----
21.0	Travel and transportation of persons.....	-----	16	-----
23.0	Rent, communications, and utilities.....	-----	5	-----
24.0	Printing and reproduction.....	-----	1	-----
25.0	Other services.....	-----	5	-----

Total obligations, allocation accounts.....	-----	173	-----
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99.0	Total obligations.....	25,838	27,198	27,890
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## Personnel Summary

## FOREIGN AGRICULTURAL SERVICE

Total number of permanent positions.....	739	773	791
Full-time equivalent of other positions.....	21	21	21
Average number of all employees.....	835	693	756
Average GS grade.....	9.7	10.0	10.0
Average GS salary.....	\$12,670	\$14,774	\$14,922
Average salary of ungraded positions.....	\$4,918	\$5,164	\$5,422

ALLOCATION TO EXPORT  
MARKETING SERVICE

Total number of permanent positions.....	-----	16	-----
Average number of all employees.....	-----	9	-----
Average GS grade.....	-----	11.0	-----
Average GS salary.....	-----	\$15,055	-----

## SALARIES AND EXPENSES (SPECIAL FOREIGN CURRENCY PROGRAM)

## Program and Financing (in thousands of dollar equivalents)

Identification code 05-36-2901-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Market development projects (total program costs, funded).....	1,420	802	801
Change in selected resources <sup>1</sup> .....	-105	198	199
10 Total obligations.....	1,315	1,000	1,000
<b>Financing:</b>			
17 Recovery of prior year obligations.....	-421	-----	-----
21 Unobligated balance available, start of year.....	-4,281	-3,387	-2,387
24 Unobligated balance available, end of year.....	3,387	2,387	1,387

## Budget authority.....

<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	894	1,000	1,000
72 Obligated balance, start of year.....	3,782	4,008	4,258
74 Obligated balance, end of year.....	-4,008	-4,258	-4,508
90 Outlays.....	668	750	750

<sup>1</sup> Selected resources as of June 30 are as follows:

	1968	1969 adjust- ments	1969	1970	1971
Unpaid undelivered orders.....	3,515	-421	3,027	3,215	3,404
Advances.....	207	-----	169	179	189
Total selected resources.....	3,722	-421	3,196	3,394	3,593

*Market development projects.*—Foreign currencies generated by the sale of agricultural commodities under title I of the Agricultural Trade Development and Assistance Act of 1954, as amended, as well as foreign currencies acquired by the United States from other sources, are used by the Service to develop new foreign markets and expand existing markets for U.S. agricultural commodities, including cotton, dairy products, fats and oils, grain, feed, livestock and meat, poultry, fruits and vegetables, and tobacco.

The types of market development projects being carried out include sales promotion campaigns, trade fairs and exhibits, nutrition demonstrations, and market analyses. In 1971, it is planned that the unobligated balance brought forward in this appropriation will be used to purchase those currencies necessary to carry on the program. Dollar funds for use in other countries are included in the appropriation Salaries and expenses.

## Object Classification (in thousands of dollars)

Identification code 05-36-2901-1-355	1969 actual	1970 est.	1971 est.
11.1 Personnel compensation: Permanent positions.....	86	75	75
12.1 Personnel benefits: Civilian employees.....	4	4	4
21.0 Travel and transportation of persons.....	166	145	145
22.0 Transportation of things.....	8	5	5
23.0 Rent, communications, and utilities.....	54	45	45
25.0 Other services.....	981	714	714
26.0 Supplies and materials.....	12	8	8
31.0 Equipment.....	4	4	4
99.0 Total obligations.....	1,315	1,000	1,000

## Personnel Summary

Total number of permanent positions.....	26	19	19
Average number of all employees.....	23	19	19
Average salary of ungraded positions.....	\$4,918	\$5,164	\$5,422

## ALLOTMENTS AND ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments and allocations from other accounts are included in the schedules of the parent appropriations as follows:

- Agriculture:  
 "Commodity Credit Corporation fund."  
 "Commodity Credit Corporation, Administrative expenses."  
 "Removal of surplus agricultural commodities."

## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-36-3991-0-4-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Commodity Credit Corporation representatives for sales, barter, and stockpiling.....	2	2	2
2. Sale of personal property.....	11	24	10
3. Miscellaneous service to other accounts.....	42	145	145
4. AID program.....	201	103	-----
10 Total program costs, funded—obligations.....	255	274	157
<b>Financing:</b>			
Receipts and reimbursements from:			
11 Federal funds.....	-244	-250	-147
14 Non-Federal sources <sup>1</sup> .....	-11	-24	-10
<b>Budget authority.....</b>			

## Relation of obligations to outlays:

71 Obligations incurred, net.....	-----	-----	-----
90 Outlays.....	-----	-----	-----

<sup>1</sup> Reimbursements from non-Federal sources are the proceeds from the sale of personal property being replaced (40 U.S.C. 481(c)).

## Intragovernmental funds—Continued

## ADVANCES AND REIMBURSEMENTS—Continued

## Object Classification (in thousands of dollars)

Identification code 05-36-3991-0-4-355	1969 actual	1970 est.	1971 est.
Personnel compensation:			
11.1 Permanent positions.....	221	117	24
11.5 Other personnel compensation.....	1	1	1
Total personnel compensation.....	222	118	25
12.1 Personnel benefits: Civilian employees.....	17	9	2
21.0 Travel and transportation of persons.....	1	-----	-----
24.0 Printing and reproduction.....	1	1	-----
25.0 Other services.....	4	121	120
26.0 Supplies and materials.....	-----	1	-----
31.0 Equipment.....	11	24	10
99.0 Total obligations.....	255	274	157

## Personnel Summary

Total number of permanent positions.....	29	1	1
Average number of all employees.....	27	11	2
Average GS grade.....	9.7	10.0	10.0
Average GS salary.....	\$12,670	\$14,774	\$14,922

## EXPORT MARKETING SERVICE

## Federal Funds

## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-37-3900-0-4-355	1969 actual	1970 est.	1971 est.
Program by activities:			
1. Commodity exports.....	108	756	833
2. Exports under Public Law 480 and the Commodity Credit Corporation Export Credit Sales Program.....	243	1,689	2,146
3. Barter program.....	99	680	740
10 Total obligations.....	450	3,125	3,719
Financing:			
11 Receipts and reimbursements from:			
Federal funds:			
Limitation on administrative expenses, Commodity Credit Corporation.....	-427	-3,025	-3,719
Commodity Credit Corporation fund.....	-23	-100	-----
Budget authority.....	-----	-----	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-----	-----	-----
90 Outlays.....	-----	-----	-----

Note.—Figures reflect only those funds which were transferred to, and expended by, the Export Marketing Service since its establishment on Mar. 28, 1969.

The Service was established on March 28, 1969, pursuant to the authority of 5 U.S.C. 301 and the Reorganization Plan No. 2 of 1953. The programs of the Service were formerly performed by the Foreign Agricultural Service and the Agricultural Stabilization and Conservation Service.

The major objective of the Service is to promote and assist in the expansion of export sales of U.S.-produced farm products. This is accomplished through a series of programs and activities described in the three major

categories below, and through continuing cooperation with other U.S. Government agencies, foreign governments, export trade firms, banks, and ocean chartering agencies.

1. *Commodity exports.*—The Service administers programs to facilitate and expand the commercial export sales of privately owned and Commodity Credit Corporation (CCC) owned agricultural commodities, and develops related pricing policies. The Service also carries out the domestic operations to implement the Wheat Trade Convention of the International Grains Arrangement, including the fixing of payment rates and certificate costs for export marketing certificates.

2. *Exports under Public Law 480 and the CCC export credit sales program.*—The Service conducts programs which facilitate the sale of agricultural commodities for dollars on credit terms or for foreign currencies. In addition, large quantities of these commodities are donated to foreign governments and intergovernmental and voluntary agencies in over 100 countries. These programs are authorized by titles I and II of the Agricultural Trade Development and Assistance Act of 1954, as amended (Public Law 480). The Service also conducts a program to finance the commercial export credit sales of agricultural commodities.

3. *Barter program.*—The Service conducts barter transactions under the CCC Charter Act, the Agricultural Acts of 1949 and 1956, and the Agricultural Trade and Development Act of 1954, which are designed to utilize U.S. agricultural commodities in lieu of dollars in acquiring from other countries, goods, materials, equipment, and services for the national strategic and critical materials stockpile and the supplemental stockpile. Other than in barter for stockpiling purposes, the agricultural commodities may be those held in private stocks as well as those acquired by CCC in its price support operations. Barter for strategic and other materials for the supplemental stockpile is limited to deliveries from uncompleted contracts. No new contracts have been made since fiscal year 1968 and none are planned.

Funds for the operation of the Service are provided from the limitation on amounts available for administrative expenses of the CCC.

## Object Classification (in thousands of dollars)

Identification code 05-37-3900-0-4-355	1969 actual	1970 est.	1971 est.
Personnel compensation:			
11.1 Permanent positions.....	365	2,210	2,653
11.3 Positions other than permanent.....	1	5	8
11.5 Other personnel compensation.....	-----	5	5
Total personnel compensation.....	366	2,220	2,666
12.1 Personnel benefits: Civilian employees.....	27	169	205
21.0 Travel and transportation of persons.....	7	95	120
22.0 Transportation of things.....	7	30	32
23.0 Rent, communications, and utilities.....	2	165	186
24.0 Printing and reproduction.....	8	40	50
25.0 Other services.....	9	316	360
26.0 Supplies and materials.....	2	50	60
31.0 Equipment.....	22	40	40
99.0 Total obligations.....	450	3,125	3,719

## Personnel Summary

Total number of permanent positions.....	164	192	213
Full-time equivalent of other positions.....	2	4	4
Average number of all employees.....	30	174	205
Average GS grade.....	9.3	9.4	9.6
Average GS salary.....	\$11,659	\$12,995	\$13,092



## FOREIGN ECONOMIC DEVELOPMENT SERVICE

## Federal Funds

## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-38-3913-0-4-152	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Training of foreign participants.....	626	899	899
2. Technical consultation and support service.....	369	406	509
3. Special projects.....	956	1,000	1,000
4. Project leaders.....	87		
5. Subsistence for foreign training while in United States.....	2,944	4,000	4,000
10 Total obligations.....	4,982	6,305	6,408
<b>Financing:</b>			
11 Receipts and reimbursements from: Federal funds.....	-4,982	-6,305	-6,408
<b>Budget authority.....</b>			
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....			
72 Obligated balance, start of year.....	489	697	697
74 Obligated balance, end of year.....	-697	-697	-697
90 Outlays.....	-209		

The Service administers the Department's responsibilities in the agricultural phases of the U.S. foreign development assistance programs. This includes direction of the Department's activities under agreement with the Agency for International Development (AID), particularly agricultural technical assistance and training programs. The Service participates with AID in the planning of agricultural development policy, in the formulation of self-help agreements with food-aid nations, and in the review and evaluation of agricultural assistance efforts. In performing these functions the Service works closely with other U.S. and international organizations to help them utilize the scientific and institutional competence of American agriculture in carrying out development assistance programs. The Service is financed with funds allocated from AID.

## Object Classification (in thousands of dollars)

Identification code 05-38-3913-0-4-152	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	1,161	1,325	1,403
11.3 Positions other than permanent.....	58	55	55
11.5 Other personnel compensation.....	29	30	30
11.8 Special personal service payments.....	18	19	19
Total personnel compensation.....	1,266	1,429	1,507
12.1 Personnel benefits: Civilian employees.....	90	110	116
21.0 Travel and transportation of persons.....	200	198	201
22.0 Transportation of things.....	17	17	17
23.0 Rent, communications, and utilities.....	50	52	54
24.0 Printing and reproduction.....	30	38	40
25.0 Other services.....	365	436	443
26.0 Supplies and materials.....	12	15	17
31.0 Equipment.....	8	10	13
41.0 Grants, subsidies, and contributions.....	2,944	4,000	4,000
99.0 Total obligations.....	4,982	6,305	6,408

## Personnel Summary

Total number of permanent positions.....	100	104	109
Full-time equivalent of other positions.....	4	3	3
Average number of all employees.....	97	100	104
Average GS grade.....	9.7	9.2	9.3
Average GS salary.....	\$12,670	\$13,002	\$13,107
Average FC grade.....	4.0	3.6	3.6
Average FC salary.....	\$19,910	\$21,228	\$21,228

## COMMODITY EXCHANGE AUTHORITY

## Federal Funds

## General and special funds:

## SALARIES AND EXPENSES

For necessary expenses to carry into effect the provisions of the Commodity Exchange Act, as amended (7 U.S.C. 1-17[a]b), [\$2,321,000] \$2,552,000. (Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-40-1900-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Licensing and auditing of brokerage houses.....	563	638	638
2. Supervision of futures trading.....	780	1,160	1,234
3. Investigation.....	418	680	680
Total program costs, funded <sup>1</sup> .....	1,761	2,478	2,552
Change in selected resources <sup>2</sup> .....	97		
10 Total obligations.....	1,858	2,478	2,552
<b>Financing:</b>			
25 Unobligated balance lapsing.....	23		
<b>Budget authority.....</b>	1,881	2,478	2,552
<b>Budget authority:</b>			
40 Appropriation.....	1,895	2,321	2,552
41 Transferred to other accounts.....	-14	-13	
43 Appropriation (adjusted).....	1,881	2,308	2,552
44.20 Proposed supplemental for civilian pay act increases.....		170	
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	1,858	2,478	2,552
72 Obligated balance, start of year.....	110	224	270
74 Obligated balance, end of year.....	-224	-270	-316
77 Adjustments in expired accounts.....	-12		
90 Outlays, excluding pay increase supplemental.....	1,732	2,269	2,499
91.20 Outlays from civilian pay act supplemental.....		163	7

<sup>1</sup> Includes capital outlay as follows: 1969, \$24 thousand; 1970, \$0; 1971, \$0.  
<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$30 thousand (1969 adjustments, -\$12 thousand); 1969, \$115 thousand; 1970, \$115 thousand; 1971, \$115 thousand.

The major objectives of the Authority, in the enforcement of the Commodity Exchange Act, are to protect the price and hedging services of the commodity futures markets. These services are widely used by farmers, merchandisers, and processors. To carry out its enforcement objectives, the Authority works to maintain fair trading practices and competitive pricing on commodity exchanges, and to prevent price manipulation, cheating, fraud, and abusive acts and practices in commodity transactions. Enforcement of the act includes supervision of 19 commodity exchanges designated as contract markets, approximately 400 brokerage firms registered as futures commission merchants, and about 1,000 registered floor brokers operating on the exchanges.

The highlight of fiscal 1969 was the new record set in volume of futures trading, up 15% from the previous year. An estimated 17.1 million futures transactions were



## General and special funds—Continued

## SALARIES AND EXPENSES—Continued

made in fiscal year 1969, with a value of \$67.5 billion, compared with 14.9 million transactions, valued at \$60.1 billion a year earlier. A large part of the increased trading activity was in new commodities added to the Commodity Exchange Act in 1968. Burgeoning markets in livestock, livestock products, and frozen concentrated orange juice showed a 45% jump in trading volume over the previous year. Frozen pork bellies, most actively traded of the new commodities, was the second largest futures market in fiscal year 1969, surpassing the wheat and soybean markets which had been extremely active in recent years. Pork belly trading rose to 3,316,000 contracts in fiscal year 1969, an increase of 26% over the trading of the previous year. Volume of trading in live beef cattle showed a 117% rise over the trading of a year ago, reaching 1,219,000 contracts in fiscal year 1969. Choice steers, the other major cattle market in fiscal year 1969, had a volume of 92,000 contracts, 68% larger than the volume of a year earlier. The largest growth occurred in the frozen concentrated orange juice market where 360,000 contracts were traded in fiscal year 1969, an increase of 131% over the previous year.

1. *Licensing and auditing of brokerage houses.*—This consists of (a) protection of customers' funds through the establishment and enforcement of minimum financial standards for futures commission merchants, and periodic audits of their books and records; and (b) annual registration of futures commission merchants and floor brokers.

## REGISTRATIONS AND AUDITS

	1969 actual	1970 estimate	1971 estimate
Audit of customers' segregated funds....	365	400	400
Accounts examined.....	40,810	44,000	47,000
Financial statements examined.....	414	920	900
Financial requirements audits.....	6	160	160
Futures commission merchants registered.....	404	440	440
Floor brokers registered.....	1,021	1,100	1,200

2. *Supervision of futures trading.*—This activity develops information and economic evidence for the prevention of price manipulation and market corners; controls excessive speculation by enforcement of limits on trading and positions; detects false and misleading market information affecting prices; and disseminates reports and statistics on trading and special futures market situations.

## REPORTS TABULATED AND ANALYZED

	1969 actual	1970 estimate	1971 estimate
Daily trading volume and open contracts..	219,100	231,000	248,000
Daily and weekly reports of large traders..	476,000	486,000	521,000
Delivery notices.....	66,000	68,000	72,000

3. *Investigation.*—Apparent or alleged violations of the law and regulations are investigated, and trade practice surveys are made to discover violations. The Authority also prepares and presents evidence of violations in administrative hearings and judicial proceedings. Investigations are made to determine whether exchanges are enforcing their trading rules and contract terms as required by the act.

## INVESTIGATIONS AND PROCEEDINGS

	1969 actual	1970 estimate	1971 estimate
Compliance investigations completed....	60	65	74
Trade practice investigations completed..	1	5	5
Criminal prosecutions instituted.....	1	1	1
Administrative proceedings instituted....	9	8	9

## Object Classification (in thousands of dollars)

Identification code 05-40-1900-0-1-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	1,448	1,839	1,851
11.3 Positions other than permanent....	1	6	6
11.5 Other personnel compensation.....	1	1	1
<b>Total personnel compensation.....</b>	<b>1,450</b>	<b>1,846</b>	<b>1,858</b>
12.1 Personnel benefits: Civilian employees..	109	147	153
21.0 Travel and transportation of persons..	34	65	76
22.0 Transportation of things.....	2	6	6
23.0 Rent, communications, and utilities....	64	78	199
24.0 Printing and reproduction.....	28	37	39
25.0 Other services.....	126	250	174
26.0 Supplies and materials.....	11	17	25
31.0 Equipment.....	34	32	22
<b>99.0 Total obligations.....</b>	<b>1,858</b>	<b>2,478</b>	<b>2,552</b>

## Personnel Summary

Total number of permanent positions.....	155	180	180
Average number of all employees.....	150	170	170
Average GS grade.....	7.8	7.8	7.8
Average GS salary.....	\$9,633	\$10,218	\$10,286

AGRICULTURAL STABILIZATION AND  
CONSERVATION SERVICE

## Federal Funds

## General and special funds:

EXPENSES, AGRICULTURAL STABILIZATION AND CONSERVATION  
SERVICE

For necessary administrative expenses of the Agricultural Stabilization and Conservation Service, including expenses to formulate and carry out programs authorized by title III of the Agricultural Adjustment Act of 1938, as amended (7 U.S.C. 1301-1393); Sugar Act of 1948, as amended (7 U.S.C. 1101-1161); sections 7 to 15, 16(a), 16(d), 16(e), 16(f), 16(i), and 17 of the Soil Conservation and Domestic Allotment Act, as amended (16 U.S.C. 590g-590q); subtitles B and C of the Soil Bank Act (7 U.S.C. 1831-1837, 1802-1814, and 1816); and laws pertaining to the Commodity Credit Corporation, [146,000,000] \$135,466,000: *Provided*, That, in addition, not to exceed [62,483,000] \$68,779,000 may be transferred to and merged with this appropriation from the Commodity Credit Corporation fund (including not to exceed [26,757,000] \$30,228,000 under the limitation on Commodity Credit Corporation administrative expenses): *Provided further*, That other funds made available to the Agricultural Stabilization and Conservation Service for authorized activities may be advanced to and merged with this appropriation: *Provided further*, That no part of the funds appropriated or made available under this Act shall be used (1) to influence the vote in any referendum; (2) to influence agricultural legislation, except as permitted in 18 U.S.C. 1913; or (3) for salaries or other expenses of members of county and community committees established pursuant to section 8(b) of the Soil Conservation and Domestic Allotment Act, as amended, for engaging in any activities other than advisory and supervisory duties and delegated program functions prescribed in administrative regulations. (7 U.S.C. 442-445, 447-449, 608c, 624, 1282, 1421-1433, 1441-1449, 1641-1642, 1691-1697, 1701-1709, 1721-1724, 1731-1736, 1741-1747, 1781-1787, 1838, 1851-1854, 1856-1857, 1859; 15 U.S.C. 712a, 713a-10, 713a-13, 714-714p; 22 U.S.C. 1922; 31 U.S.C. 841, 846-852, 866-868; 40 U.S.C. App. A203, A401-5; 50 U.S.C. App. 1917; 71 Stat. 290; 76 Stat. 218; 80 Stat. 131; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-44-3300-0-1-351	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Program formulation and appraisal.....	3,912	4,145	4,145
2. Operation of supply adjustment, conservation, and price support programs.....	191,601	200,000	183,711



3.	Inventory management and merchandising.....	21,025	22,270	23,856
	Total program costs, funded <sup>1</sup> .....	216,538	226,415	211,712
	Change in selected resources <sup>2</sup> .....	-251	-----	-----
10	Total obligations.....	216,287	226,415	211,712
	Financing:			
	Receipts and reimbursements from:			
11	Federal funds:			
	Commodity Credit Corporation fund.....	-62,735	-63,442	-66,224
	Other.....	-5,124	-6,113	-5,844
13	Trust fund accounts.....	-3	-----	-----
14	Non-Federal sources <sup>3</sup> .....	-4,031	-4,170	-4,178
22	Unobligated balance transferred from other accounts.....	-1,560	-600	-----
25	Unobligated balance lapsing.....	23	-----	-----
	Budget authority.....	142,857	152,090	135,466
	Budget authority:			
40	Appropriation.....	141,031	146,000	135,466
42	Transferred from other accounts.....	1,826	-----	-----
43	Appropriation (adjusted).....	142,857	146,000	135,466
44.20	Proposed supplemental for civilian pay act increases.....	-----	6,090	-----
	Relation of obligations to outlays:			
71	Obligations incurred, net.....	144,394	152,690	135,466
72	Obligated balance, start of year.....	6,694	3,647	4,379
74	Obligated balance, end of year.....	-3,647	-4,379	-7,415
77	Adjustments in expired accounts.....	-266	-----	-----
90	Outlays, excluding pay increase supplemental.....	147,175	146,127	132,171
91.20	Outlays from civilian pay act supplemental.....	-----	5,831	259

<sup>1</sup> Includes capital outlay as follows: 1969, \$570 thousand; 1970, \$570 thousand; 1971, \$570 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows:

	1968	1969	1970	1971
Stores.....	132	149	149	149
Unpaid undelivered orders.....	1,052	784	784	784
Total selected resources.....	1,184	933	933	933

<sup>3</sup> Reimbursements from non-Federal sources are in large part service charges from producers and receipts from sales of aerial photographs (7 U.S.C. 1387).

This account includes funds to cover expenses of programs administered by, and functions assigned to, the Service. The funds consist of direct appropriation, transfers from the Commodity Credit Corporation (CCC), and miscellaneous advances from other sources. This is a consolidated account for administrative expenses of National, Commodity, State, and county offices.

The Commodity offices and the data processing centers in Kansas City and New Orleans play an important role in administering price support programs and the field operations stemming from producer loan and purchase agreements, inventory management, and merchandising activities.

The State committees are in general administrative charge of all programs carried out in their respective States. Within the framework of national policy, they determine the policies to be followed and direct the adaptation of national programs to the State.

The Agricultural Stabilization and Conservation county committees are responsible for the local administration of programs. They carry out all functions dealing directly with farmers. The elected county committee is in charge of the county office.

The programs and activities carried out by this Service include: Agricultural conservation program; Appalachian Region conservation program; acreage allotment and marketing quota programs; Sugar Act program; conserva-

tion reserve program; wheat and feed grain diversion programs; cropland conversion program; cropland adjustment program; dairy indemnity payment program; Wool Act program; bin storage program; and price support and related programs.

The activities carried out by the Service fall within three major categories:

1. *Program formulation and appraisal.*—The supply adjustment, conservation, and price support programs, and the management and merchandising of commodities acquired under the price support program, have a tremendous impact on the national and to a lesser extent, the international economy. This activity provides for constant review of the effectiveness of these programs. It also provides for the analysis of data to formulate even more effective programs.

2. *Operation of supply adjustment, conservation, and price support programs.*—This activity includes all functions dealing with the administration of programs carried out through the farmer committee system, including: (a) developing program regulations and procedures; (b) holding meetings with employees and producers to discuss new programs or changes in existing programs; (c) collecting and compiling basic data for individual farms; (d) establishing individual farm allotments; (e) establishing proportionate shares for sugar farms when necessary; (f) notifying producers of allotments, proportionate shares, productivity indexes, and payment rates; (g) determining farm marketing allocations; (h) handling appeals; (i) determining county normal yields; (j) conducting referendums and certifying results; (k) checking compliance with acreage allotments and use of diverted acres; (l) developing pooling agreements under which several farmers work jointly to solve a common conservation problem which cannot be solved by individual action; (m) issuing marketing cards so that production from the allotted acreage can be marketed without penalty; (n) processing producer requests for conservation cost-sharing; and (o) processing commodity loan documents and issuing sight drafts.

3. *Inventory management and merchandising.*—This activity includes: (a) overall management of CCC-owned commodities; (b) selling commodities; (c) donating commodities; and (d) accounting for loans and commodities. The value of the commodities owned by CCC on June 30, 1969, was about \$1,252 million.

The volume of work in fiscal year 1969 under some of the major programs financed from this account is set forth below:

Acreage allotments and marketing quotas (allotments):	
Tobacco.....	535,495
Peanuts.....	101,289
Cotton.....	608,511
Rice.....	17,454
Agricultural conservation program:	
Requests for cost-sharing.....	1,858,628
Conservation materials and services orders.....	996,001
Applications for payment.....	1,297,820
Pooling agreements.....	4,835
Sugar Act program:	
Participating ownership tracts.....	40,500
Estimated planted acreage.....	2,418,987
Conservation reserve program: Number of farm contracts.....	87,131
Feed grain and wheat programs: Number of participating farms.....	1,903,069
Price support program:	
Reinspection of farm-stored loans.....	142,326
Number of loan repayments received.....	291,662
Farm-stored loans taken over.....	52,957
Number of reseals.....	208,496
Number of warehouse loans acquired.....	56,669
Number of farm storage loans.....	309,716
Number of warehouse loans.....	361,201
Number of farm storage facility and drier loans.....	49,268



## General and special funds—Continued

EXPENSES, AGRICULTURAL STABILIZATION AND CONSERVATION  
SERVICE—Continued

Bin storage program:	
Number of structures.....	110,534
Number of bushels in storage.....	116,623,292
Number of bushels handled.....	79,279,970
Cropland adjustment program:	
Number of agreements.....	64,339
Requests for cost-sharing.....	3,088
Cropland conversion program:	
Number of agreements.....	8,601
Requests for cost-sharing.....	376

## Object Classification (in thousands of dollars)

Identification code 05-44-3300-0-1-351	1969 actual	1970 est.	1971 est.
AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	41,652	44,336	43,234
11.3 Positions other than permanent.....	2,059	3,662	2,844
11.5 Other personnel compensation.....	525	503	503
Total personnel compensation.....	44,236	48,501	46,581
12.1 Personnel benefits: Civilian employees.....	3,580	3,768	3,800
13.0 Benefits for former personnel.....	101	90	163
21.0 Travel and transportation of persons.....	2,724	2,962	2,794
22.0 Transportation of things.....	452	483	485
23.0 Rent, communications, and utilities.....	9,630	9,769	9,885
24.0 Printing and reproduction.....	1,236	1,630	1,839
25.0 Other services.....	2,715	2,690	2,735
26.0 Supplies and materials.....	1,041	1,099	1,050
31.0 Equipment.....	231	308	283
41.0 Grants, subsidies, and contributions.....	149,654	154,906	141,888
42.0 Insurance claims and indemnities.....	43	10	10
44.0 Refunds.....	470		
Total obligations, Agricultural Sta- bilization and Conservation Service.....	216,113	226,216	211,513
ALLOTMENT ACCOUNTS			
Personnel compensation:			
11.1 Permanent positions.....	109	127	127
11.3 Positions other than permanent.....	1	4	4
11.5 Other personnel compensation.....		1	1
Total personnel compensation.....	110	132	132
12.1 Personnel benefits: Civilian employees.....	9	12	12
21.0 Travel and transportation of persons.....	10	10	10
22.0 Transportation of things.....	4	4	4
23.0 Rent, communications, and utilities.....	3	3	3
24.0 Printing and reproduction.....	3	3	3
25.0 Other services.....	33	33	33
26.0 Supplies and materials.....	2	2	2
Total obligations, allotment ac- counts.....	174	199	199
99.0 Total obligations.....	216,287	226,415	211,712
Obligations are distributed as follows:			
Agricultural Stabilization and Conservation Service.....	216,113	226,216	211,513
Forest Service.....	155	169	169
Office of General Counsel.....	20	30	30

## Personnel Summary

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE			
Total number of permanent positions.....	4,299	4,209	4,152
Full-time equivalent of other positions.....	295	505	432
Average number of all employees.....	4,447	4,609	4,482
Average GS grade.....	8.1	8.1	8.0
Average GS salary.....	\$9,881	\$10,830	\$10,731
Average FC grade.....	3.0	3.6	3.6

Average FC salary.....	\$21,954	\$19,856	\$20,462
Average salary of ungraded positions.....	\$6,411	\$6,657	\$6,973

## ALLOTMENT ACCOUNTS

Total number of permanent positions.....	9	9	9
Average number of all employees.....	10	11	11
Average GS grade.....	8.1	8.2	8.2
Average GS salary.....	\$9,433	\$10,641	\$10,647
Average salary of ungraded positions.....	\$7,451	\$7,716	\$7,716

## SUGAR ACT PROGRAM

For necessary expenses to carry into effect the provisions of the Sugar Act of 1948 (7 U.S.C. 1011-1161), **[\$93,000,000]** **\$83,600,000**, to remain available until June 30 of the next succeeding fiscal year. (Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-44-3305-0-1-351	1969 actual	1970 est.	1971 est.
Program by activities:			
Payments to sugar producers:			
(a) Continental beet area.....	55,650	60,572	50,928
(b) Continental cane area.....	14,842	13,090	14,637
(c) Offshore cane area.....	19,008	19,338	18,035
10 Total program costs, funded— obligations (object class 41.0).....	89,500	93,000	83,600
Financing:			
40 Budget authority (appropriation).....	89,500	93,000	83,600
Relation of obligations to outlays:			
71 Obligations incurred, net.....	89,500	93,000	83,600
72 Obligated balance, start of year.....	6,228	8,589	8,489
74 Obligated balance, end of year.....	-8,589	-8,489	-4,089
90 Outlays.....	87,139	93,100	88,000

The objectives are to provide consumers with adequate supplies of sugar at reasonable prices, to protect the welfare of the domestic sugar industry, and to promote the export trade of the United States. Total U.S. requirements and quotas are determined each year. The quota for each domestic area is allotted to individual sellers when necessary to achieve orderly marketing. Restrictive farm acreage allotments are established for producers when necessary to avoid surpluses.

Payments are made which supplement the income of domestic producers of cane and beets. Payments require compliance with specified conditions of employment, production, and price. Payments are also made for abandonment of planted acreage and crop deficiencies on harvested acreage due to natural calamities.

The decrease of \$9.4 million proposed for 1971 is based on two factors. One is the establishment of restrictive proportionate shares on the 1970 sugarbeet crop. The other factor is an indication that actual production from the 1969 and 1970 crops will be less than previously estimated.

Tax collections from imports of sugar exceed total obligations by \$612 million for fiscal years 1938 through 1969.

The principal outputs are:

## PRODUCTION, THOUSANDS OF SHORT TONS, RAW VALUE

Area	Crop year		
	1968 actual	1969 estimate	1970 estimate
Continental beet area.....	3,502	3,675	3,300
Continental cane area.....	1,212	1,100	1,230
Hawaii.....	1,232	1,180	1,235
Puerto Rico (prior crop year).....	645	483	600
Total output.....	6,591	6,438	6,365



## AGRICULTURAL CONSERVATION PROGRAM

For necessary expenses to carry into effect the program authorized in sections 7 to 15, 16(a), and 17 of the Soil Conservation and Domestic Allotment Act, approved February 29, 1936, as amended (16 U.S.C. 590g-590o, 590p(a), and 590q), including not to exceed \$15,000 for the preparation and display of exhibits, including such displays at State, interstate, and international fairs within the United States, [\$195,500,000] \$185,000,000, to remain available until December 31 of the next succeeding fiscal year for compliance with the programs of soil-building and soil- and water-conserving practices authorized under this head in the Department of Agriculture and Related Agencies Appropriation Acts, [1968] 1969 and [1969] 1970, carried out during the period July 1, [1967] 1968, to December 31, [1969] 1970, inclusive: *Provided*, That none of the funds herein appropriated shall be used to pay the salaries or expenses of any regional information employees or any State information employees, but this shall not preclude the answering of inquiries or supplying of information at the county level to individual farmers: *Provided further*, That no portion of the funds for the current year's program may be utilized to provide financial or technical assistance for drainage on wetlands now designated as Wetland Types 3(III), 4(IV), and 5(V) in United States Department of the Interior, Fish and Wildlife Circular 39, Wetlands of the United States, 1956: *Provided further*, That necessary amounts shall be available for administrative expenses in connection with the formulation and administration of the 1970 program of soil-building and soil- and water-conserving practices, including related wildlife conserving practices and pollution abatement practices, under the Act of February 29, 1936, as amended (amounting to \$195,500,000, excluding administration, except that no participant shall receive more than \$2,500, except where the participants from two or more farms or ranches join to carry out approved practices designed to conserve or improve the agricultural resources of the community): *Provided further*, That not to exceed 5 per centum of the allocation for the current year's agricultural conservation program for any county may, on the recommendation of such county committee and approval of the State committee, be withheld and allotted to the Soil Conservation Service for services of its technicians in formulating and carrying out the agricultural conservation program in the participating counties, and shall not be utilized by the Soil Conservation Service for any purpose other than technical and other assistance in such counties, and in addition, on the recommendation of such county committee and approval of the State committee, not to exceed 1 per centum may be made available to any other Federal, State, or local public agency for the same purpose and under the same conditions: *Provided further*, That for the current year's program \$2,500,000 shall be available for technical assistance in formulating and carrying out agricultural conservation practices: *Provided further*, That such amounts shall be available for the purchase of seeds, fertilizers, lime, trees, or any other farming material, or any soil-terracing services, and making grants thereof to agricultural producers to aid them in carrying out farming practices approved by the Secretary under programs provided for herein: *Provided further*, That no part of any funds available to the Department, or any bureau, office, corporation, or other agency constituting a part of such Department, shall be used in the current fiscal year for the payment of salary or travel expenses of any person who has been convicted of violating the Act entitled "An Act to prevent pernicious political activities", approved August 2, 1939, as amended, or who has been found in accordance with the provisions of title 18, United States Code, section 1913, to have violated or attempted to violate such section which prohibits the use of Federal appropriations for the payment of personal services or other expenses designed to influence in any manner a Member of Congress to favor or oppose any legislation or appropriation by Congress except upon request of any Member or through the proper official channels. (16 U.S.C. 590g-590o, 590p-1; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code	05-44-3315-0-1-354	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>				
10	Cost-sharing assistance to farmers (costs—obligations) (object class 41.0).....	195,500	185,000	-----
<b>Financing:</b>				
17	Recovery of prior years obligations (contract authority).....	-5,500	-----	-----

25	Unobligated balance lapsing (contract authority).....	5,500	10,500	-----
	<b>Budget authority</b> .....	<b>195,500</b>	<b>195,500</b>	-----
<b>Budget authority:</b>				
40	Appropriation.....	190,000	195,500	185,000
40.49	Appropriation to liquidate contract authority.....	-190,000	-195,500	-185,000
43	<b>Appropriation (adjusted)</b> .....	-----	-----	-----
49	<b>Contract authority (81 Stat. 328 and 82 Stat. 647)</b> .....	<b>195,500</b>	<b>195,500</b>	-----
<b>Relation of obligations to outlays:</b>				
71	Obligations incurred, net.....	190,000	185,000	-----
	Obligated balance, start of year (allocation to States):			
72.40	Appropriation.....	28,506	19,047	28,747
72.49	Contract authority.....	195,500	195,500	185,000
	Obligated balance, end of year (allocation to States):			
74.40	Appropriation.....	-19,047	-28,747	-34,947
74.49	Contract authority.....	-195,500	-185,000	-----
77	Adjustments in expired accounts.....	-53	-----	-----
90	<b>Outlays</b> .....	<b>199,406</b>	<b>185,800</b>	<b>178,800</b>
<b>Status of Unfunded Contract Authority (in thousands of dollars)</b>				
	Unfunded balance, start of year.....	195,500	195,500	185,000
	Contract authority.....	195,500	195,500	-----
	Administrative cancellation of unfunded balance.....	-5,500	-10,500	-----
	Unfunded balance, end of year.....	-195,500	-185,000	-----
	<b>Appropriation to liquidate contract authority</b> .....	<b>190,000</b>	<b>195,500</b>	<b>185,000</b>

This program is designed to encourage conservation by sharing with farmers, ranchers, and woodland owners the cost of carrying out approved soil-building and soil- and water-conserving practices, including related wildlife-conserving practices. These are practices which farmers generally would not perform to the needed extent with their own resources. The rate of cost-sharing averages about 50% of the cost. Cost-sharing may be in the form of conservation materials and services or a payment after completion of the practice.

Conservation measures offered include those primarily designed to establish permanent protective cover, improve and protect established vegetative cover, conserve and dispose of water, establish temporary vegetative cover, temporarily protect soil from wind and water erosion, and provide wildlife and beautification benefits.

The following and other practices were installed under the 1968 program on a million farms:

[In thousands]

Constructing water storage reservoirs.....	structures..	41
Constructing terraces.....	acres..	608
Establishing stripcropping systems.....	do.....	302
Establishing permanent sod waterways.....	do.....	40
Establishing or improving enduring vegetative cover.....	do.....	9,683
Controlling competitive shrubs on range or pasture.....	do.....	1,911
Planting trees and shrubs.....	do.....	163
Improving stands of forest trees.....	do.....	169

Funds are distributed among the States on the basis of conservation needs. They are, in turn, distributed by the Agricultural Stabilization and Conservation State committees to counties. The county committees approve conservation practice cost-sharing for eligible persons.

Loans from Commodity Credit Corporation are used to make advance payments to vendors. These payments are



## General and special funds—Continued

## AGRICULTURAL CONSERVATION PROGRAM—Continued

for conservation materials and services furnished to farmers and ranchers prior to the time funds are appropriated each year. Repayment is made from balances of prior appropriations or from new funds appropriated.

Amounts repaid or estimated to be repaid on the Commodity Credit Corporation loans are (in thousands of dollars):

	1969 actual	1970 estimate	1971 estimate	Total
Loan repayment.....	35,000	30,000	27,200	92,200
Interest.....	16	29	14	59

## CROPLAND ADJUSTMENT PROGRAM

For necessary expenses to carry into effect a cropland adjustment program as authorized by the Food and Agriculture Act of 1965 (7 U.S.C. 1838) [\$78,600,000: *Provided*, That no additional agreements are authorized for fiscal year 1970] \$77,800,000. (*Department of Agriculture and Related Agencies Appropriation Act, 1970.*)

## Program and Financing (in thousands of dollars)

Identification code 05-44-3335-0-1-351	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
10 Adjustment, cost-sharing and technical assistance (program costs, funded—obligations) (object class 41.0).....	81,900	78,600	77,800
<b>Financing:</b>			
Budget authority.....	81,900	78,600	77,800
<b>Budget authority:</b>			
40 Appropriation.....	84,500	78,600	77,800
41 Transferred to other accounts.....	-2,600		
43 Appropriation (adjusted).....	81,900	78,600	77,800
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	81,900	78,600	77,800
72 Obligated balance, start of year.....	3,590	5,960	6,415
74 Obligated balance, end of year.....	-5,960	-6,415	-5,565
90 Outlays.....	79,529	78,145	78,650

The Cropland adjustment program, authorized by the Food and Agriculture Act of 1965, assists farmers, through long-term agreements, to divert cropland from the production of certain crops to more needed uses that will promote the development and conservation of our soil, water, forest, wildlife, and recreational resources. The period of an agreement cannot be less than 5 years nor more than 10 years. The program also helps farmers establish, protect, and conserve open spaces and natural beauty, and prevent air and water pollution.

In return for diverting the cropland to approved public benefit uses, producers receive adjustment payments. They also are eligible to receive cost-sharing assistance for establishing approved land treatment measures. Additional incentive payments are made to producers who enter into agreements to permit free public access to land designated under the Cropland adjustment program agreement, for hunting, trapping, fishing, and hiking.

Under the Greenspan provisions of the program, funds may also be made available to Federal, State, or local governmental agencies for use in acquiring cropland to be permanently converted to specified public uses, and cost-shares may be paid to such agencies for establishing ap-

proved land treatment measures consistent with the conditions and costs under agreements entered into with producers.

Cropland adjustment programs were approved for 1966 and 1967. There were no authorizations to place additional acreage in this program for 1968, 1969, or 1970.

## CONSERVATION RESERVE PROGRAM

[For necessary expenses to carry out a conservation reserve program as authorized by subtitles B and C of the Soil Bank Act (7 U.S.C. 1831-1837, 1802-1814, and 1816), and to carry out liquidation activities for the acreage reserve program, to remain available until expended, \$37,250,000, with which may be merged the unexpended balances of funds heretofore appropriated for soil bank programs: *Provided*, That no part of these funds shall be paid on any contract which is illegal under the law due to the division of lands for the purpose of evading limits on annual payments to participants.] (*Department of Agriculture and Related Agencies Appropriation Act, 1970.*)

## Program and Financing (in thousands of dollars)

Identification code 05-44-3369-0-1-351	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
10 Conservation reserve program (costs—obligations) (object class 41.0).....	109,000	37,250	
<b>Financing:</b>			
17 Recovery of prior year obligations.....		-600	
23 Unobligated balance transferred to other accounts.....		600	
40 Budget authority (appropriation).....	109,000	37,250	
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	109,000	36,650	
72 Obligated balance, start of year.....	1,618	3,885	990
74 Obligated balance, end of year.....	-3,885	-990	-139
90 Outlays.....	106,733	39,545	851

This program, initiated in 1956, has two objectives. One is to bring total crop acreage more nearly in line with demand by withdrawing cropland from production. The other is to establish and maintain sound conservation practices on the land withdrawn. The Secretary was authorized, through calendar year 1960, to enter into 3- to 15-year contracts with producers. For removing designated cropland from production and for establishing necessary conservation practices, the producer receives an annual rental payment each year of the contract period. He also receives cost-sharing assistance for the establishment of required practices. Total annual rental payments to a producer are limited to \$5 thousand.

Participation in the program is summarized below:

Number of contracts, 1969 program.....	34,922
Number of acres, 1969 program.....	3,378,116
Payments made in program year 1968.....	\$106,733,103
Estimated payments to be made in program year 1969.....	\$39,544,654

## EMERGENCY CONSERVATION MEASURES

For emergency conservation measures, to be used for the same purposes and subject to the same conditions as funds appropriated under this head in the Third Supplemental Appropriation Act, 1957, to remain available until expended, \$5,000,000, with which shall be merged the unexpended balances of funds heretofore appropriated for emergency conservation measures. (71 Stat. 176; *Department of Agriculture and Related Agencies Appropriation Act, 1970.*)



## Program and Financing (in thousands of dollars)

Identification code 05-44-3316-0-1-354	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Emergency cost-sharing assistance to farmers (program costs, funded).....	11,147	12,000	16,499
Change in selected resources <sup>1</sup> .....	-6,147	-7,000	-11,499
10 Total obligations (object class 41.0) ..	5,000	5,000	5,000
<b>Financing:</b>			
40 Budget authority (appropriation) .....	5,000	5,000	5,000
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	5,000	5,000	5,000
72 Obligated balance, start of year.....	24,242	22,098	19,798
74 Obligated balance, end of year.....	-22,098	-19,798	-17,298
90 Outlays.....	7,144	7,300	7,500

<sup>1</sup> Selected resources as of June 30 are as follows: Advances, 1968, \$13,943 thousand (1969 adjustments, \$4,303 thousand); 1969, \$12,099 thousand (1970 adjustments, \$3,000 thousand); 1970, \$8,099 thousand (1971 adjustments, \$3,400 thousand); 1971, \$0.

This appropriation provides special funds for sharing the cost of emergency conservation measures to deal with cases of severe damage to farm and rangelands resulting from natural disasters. The criteria under which assistance may be made available are set forth in the Soil Conservation and Domestic Allotment Act (16 U.S.C. 590(h)).

Funds are allocated for use only in those counties designated by the Secretary as disaster counties. Assistance is made available to treat new conservation problems which (1) if not treated will impair or endanger the land, (2) materially affect the productive capacity of the land, (3) represent damage which is unusual in character and, except for wind erosion, is not the type which would recur frequently in the same area, and (4) will be so costly to rehabilitate that Federal assistance is or will be required to return the land to productive agricultural use.

Under the 1969 program cost-sharing assistance is being provided to treat farmlands damaged by drought, flood, tornado, and hurricane. As of August 31, 1969, there were 198 counties in 27 States where assistance is being provided.

## INDEMNITY PAYMENTS TO DAIRY FARMERS

For necessary expenses to carry out the provisions of the Act of August 13, 1968 (Public Law 90-484), \$200,000: *Provided*, That none of the funds contained in this Act shall be used to make indemnity payments to any farmer whose milk was removed from commercial markets as a result of his willful failure to follow procedures prescribed by the Federal Government. (Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-44-3314-0-1-351	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
10 Indemnity payments to dairy farmers (costs—obligations) (object class 41.0)	109	200	-----
<b>Financing:</b>			
25 Unobligated balance lapsing.....	191	-----	-----
40 Budget authority (appropriation).....	300	200	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	109	200	-----
72 Obligated balance, start of year.....	105	41	91
74 Obligated balance, end of year.....	-41	-91	-----

77 Adjustments in expired accounts.....	-36	-----	-----
90 Outlays.....	137	150	91

Under this program the Department makes payments to dairy farmers who have been directed to remove their milk from commercial markets because it contained residues of chemicals registered and approved for use by the Federal Government.

This program began in 1964 and was funded from the Office of Economic Opportunity appropriations, since the authorization was in the Economic Opportunity Act of 1964 (sec. 331).

For fiscal year 1968, the program was funded by transfer from Office of Economic Opportunity of funds provided in the Supplemental Appropriation Act, 1968. The program was extended through June 30, 1970 by Public Law 90-484, and the programs for fiscal years 1969 and 1970 were funded by direct appropriations to the Department of Agriculture.

Claims made from the beginning of the program through June 30, 1969, totaled \$1,083,451.

It is estimated that additional claims totaling \$200 thousand will occur during fiscal year 1970.

## CROPLAND CONVERSION PROGRAM

## Program and Financing (in thousands of dollars)

Identification code 05-44-3333-0-1-351	1969 actual	1970 est.	1971 est.
<b>Financing:</b>			
17 Recovery of prior year obligations.....	-820	-----	-----
21 Unobligated balance available, start of year	-740	-----	-----
23 Unobligated balance transferred to other accounts.....	1,560	-----	-----
<b>Budget authority.....</b>			
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	-820	-----	-----
72 Obligated balance, start of year.....	7,587	3,815	1,495
74 Obligated balance, end of year.....	-3,815	-1,495	-1,295
90 Outlays.....	2,952	2,320	200

Long-range agreements were approved with farmers and ranchers from 1963 to 1967 to make changes from their past cropping systems and land uses to other income producing, public benefit uses.

The agreements, not to exceed 10 years, provide for payments, the furnishing of materials and services, and other assistance to farmers. In return, farmers change the land use and install and maintain conservation practices. Adjustment payments were authorized to be made either upon approval of the agreement or on an annual installment basis. Land treatment practice payments are made after the practice is installed.

The law places a limit of \$10 million on payments made in a calendar year under signed agreements.

## ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments and allocations from other accounts are included in the schedules of the parent appropriation as follows:

Agriculture:  
Soil Conservation Service, "Great Plains Conservation Program."  
Funds appropriated to the President:  
"Appalachian Region Conservation Program."  
"Revolving fund, Defense Production Act."



## COMMODITY CREDIT CORPORATION

## Federal Funds

## General and special funds:

## REIMBURSEMENT FOR NET REALIZED LOSSES

To reimburse the Commodity Credit Corporation for net realized losses sustained in prior years but not previously reimbursed, pursuant to the Act of August 17, 1961 (15 U.S.C. 713a-11, 713a-12), in the following amounts: [fiscal year 1961, \$57,047,170; fiscal year 1967, \$2,210,668,971;] fiscal year 1968, [\$2,948,217,859] \$249,998,669; fiscal year 1969, \$3,113,156,331; in total, [\$5,215,934,000] \$3,363,155,000: *Provided*, That no funds appropriated by this Act shall be used to formulate or administer programs for the sale of agricultural commodities pursuant to title I of Public

Law 480, 83d Congress, as amended, to any nation which sells or furnishes or which permits ships or aircraft under its registry to transport to North Vietnam any equipment, materials or commodities, so long as North Vietnam is governed by a Communist regime. (*Department of Agriculture and Related Agencies Appropriation Act, 1970.*)

## Public enterprise funds:

REIMBURSEMENT TO COMMODITY CREDIT CORPORATION, NATIONAL  
WOOL ACT

## COMMODITY CREDIT CORPORATION FUND

Note.—Expenditures from the following fund for 1970 are subject to the first paragraph of title 111 of the Department of Agriculture and Related Agencies Appropriation Act, 1970. For 1971 this paragraph is shown on p. 172 preceding Federal Crop Insurance Corporation.

## Program and Financing (in thousands of dollars)

Identification code 05-48-4336-0-3-999	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Price support and related programs:			
Operating costs:			
1. Cost of commodities sold (including exchanges for payment-in-kind certificates).....	541,833	884,781	617,525
2. Cost of commodities donated, domestic.....	235,563	104,379	266,789
3. Storage, transportation and other costs not included above.....	252,614	343,125	332,710
4. Export payments.....	33,004	111,750	119,415
5. Price support payments.....	1,269,208	1,526,700	1,593,200
6. Wheat certificates issued.....	746,502	784,500	827,000
7. Acreage diversion payments:			
(a) Feed grains.....	425,377	916,602	801,000
(b) Wheat.....	88,308	71,647	77,000
(c) Cotton.....	31,063	26,590	28,000
8. Administrative expense subject to limitation.....	26,799	32,000	33,945
9. Nonadministrative expense not distributed above.....	26,799	26,466	27,216
10. Interest:			
(a) Treasury.....	285,280	462,203	500,048
(b) Other.....	66,308	31,000	-----
11. Increase or decrease (—) in provision for losses:			
(a) On commodities for sale.....	—133,884	52,854	12,000
(b) On accounts receivable.....	—73	-----	-----
Total operating costs, funded.....	3,867,902	5,374,597	5,235,848
Capital outlay:			
1. Direct loans.....	104,940	48,000	19,000
2. Guaranteed loans.....	2,193,164	2,595,551	2,157,192
3. Purchase of administrative equipment.....	296	7,165	500
Total, capital outlay, funded.....	2,298,400	2,650,716	2,176,692
Total, program costs, funded.....	6,166,302	8,025,313	7,412,540
Change in selected resources <sup>1</sup> .....	1,921,610	—1,097,610	143,187
Total obligations, price support and related programs.....	8,087,912	6,927,703	7,555,727
<b>Special activities:</b>			
Operating costs, funded:			
1. Commodities transferred from price support program and commodities procured.....	287,991	277,294	275,107
2. Other operating costs:			
(a) Interest.....	17,176	24,915	26,015
(b) Other program and operating costs.....	1,013,443	1,041,475	922,515
Total, operating costs, funded.....	1,318,610	1,343,684	1,223,637
Capital outlay:			
Loans made for agricultural conservation purposes (obligations).....	30,000	27,200	-----
Export credit sales program (obligations).....	116,142	175,000	193,000
Total program costs, funded.....	1,464,752	1,545,884	1,416,637
Change in selected resources <sup>1</sup> .....	—43,232	22,139	-----
Total obligations, special activities.....	1,421,520	1,568,023	1,416,637
10 Total obligations.....	9,509,432	8,495,726	8,972,364
<b>Financing:</b>			
Receipts and reimbursements from:			
Price support and related programs:			
Federal funds:			
Sales to special activities.....	—287,991	—277,294	—275,107
Interest revenue.....	—2,657	—1,015	—1,115
Other revenue.....	—2,119	—2,385	—2,285

14	Non-Federal sources:			
	Redemption of payment-in-kind certificates.....	—44, 979	—113, 158	—73, 558
	Sales and other proceeds.....	—548, 666	—856, 574	—661, 813
	Interest revenue.....	—37, 598	—61, 829	—62, 293
	Other revenue.....	—2, 247	—2, 000	—2, 000
	Realization of assets.....	—1, 903	—1, 100	—600
	Loans repaid.....	—1, 359, 370	—2, 170, 355	—2, 170, 672
	Loan collateral forfeited.....	—428, 969	—911, 221	—439, 145
11	Special activities:			
	Federal funds:			
	Reimbursements received.....	—207, 509	—180, 040	—176, 040
	Repayment of loan for agricultural conservation purposes.....	—35, 000	—30, 000	—27, 200
	Advance from foreign assistance and special export programs.....	—830, 000	—921, 250	—932, 525
14	Non-Federal sources:			
	Repayments by foreign governments and exporters:			
	Long-term credit sales (Public Law 480).....	—50, 615	—100, 920	—105, 000
	Short-term export credit sales program.....	—113, 366	—144, 000	—165, 000
	Interest revenue.....	—12, 533	—16, 000	—16, 000
22	Unobligated balance transferred from other accounts.....		—30, 000	
25. 10	Unobligated balance lapsing or restored (transactions not applied to surplus or deficit of the current year).....		1, 589, 545	
	<b>Budget authority.....</b>	<b>5, 543, 910</b>	<b>4, 266, 130</b>	<b>3, 862, 011</b>
	<b>Budget authority:</b>			
	Price support and related programs:			
40	Reimbursement for net realized losses.....	4, 188, 112	5, 215, 934	3, 363, 155
40. 49	Appropriation to liquidate contract authority.....	—350, 467	—1, 017, 697	
43	<b>Appropriation (adjusted).....</b>	<b>3, 837, 645</b>	<b>4, 198, 237</b>	<b>3, 363, 155</b>
69	<b>Contract authority (permanent, indefinite).....</b>	<b>1, 633, 814</b>		<b>440, 756</b>
	<b>Budget authority, price support, and related programs.....</b>	<b>5, 471, 459</b>	<b>4, 198, 237</b>	<b>3, 803, 911</b>
	Special activities:			
60	Reimbursement to Commodity Credit Corporation, National Wool Act (permanent, indefinite, special fund).....	72, 451	67, 893	58, 100
	<b>Relation of obligations to outlays:</b>			
	Price support and related programs:			
71	Obligations incurred, net.....	5, 371, 413	2, 530, 772	3, 867, 139
	Obligated balance, start of year:			
72. 47	Authority to spend public debt receipts.....	2, 511, 171	2, 385, 067	2, 430, 444
72. 49	Contract authority.....	916, 118	2, 236, 230	1, 191, 853
72. 98	Fund balance:			
	Commodity Credit Corporation.....	42, 839	90, 479	90, 000
	Agricultural Stabilization and Conservation Service funds reported elsewhere.....	—78, 558	—62, 706	—73, 164
	Obligated balance, end of year:			
74. 47	Authority to spend public debt receipts.....	—2, 385, 067	—2, 430, 444	—2, 143, 293
74. 49	Contract authority.....	—2, 236, 230	—1, 191, 853	—1, 626, 609
74. 98	Fund balance:			
	Commodity Credit Corporation.....	—90, 479	—90, 000	—90, 000
	Agricultural Stabilization and Conservation Service funds reported elsewhere.....	62, 706	73, 164	57, 316
	<b>Outlays, price support and related programs.....</b>	<b>4, 113, 913</b>	<b>3, 540, 709</b>	<b>3, 703, 686</b>
	Special activities:			
71	Obligations incurred, net.....	172, 497	175, 813	—5, 128
72. 49	Obligated balance, start of year.....	90, 036	53, 271	79, 951
74. 49	Obligated balance, end of year.....	—53, 271	—79, 951	—85, 951
77	Adjustments to military housing nonexpenditure transaction.....	5, 809	6, 000	6, 000
	<b>Outlays, special activities.....</b>	<b>215, 071</b>	<b>155, 133</b>	<b>—5, 128</b>
90	<b>Total outlays.....</b>	<b>4, 328, 984</b>	<b>3, 695, 842</b>	<b>3, 698, 558</b>

<sup>1</sup> Balances of selected resources are identified on the statement of financial condition.

#### Status of Unfunded Contract Authority (in thousands of dollars)

Unfunded balance, start of year <sup>2</sup> .....	1, 006, 154	2, 289, 501	1, 271, 804
Contract authority.....	1, 633, 814		440, 756
Unfunded balance, end of year <sup>2</sup> .....	—2, 289, 501	—1, 271, 804	—1, 712, 560
Appropriation to liquidate contract authority.....	350, 467	1, 017, 697	

<sup>2</sup> Statutory obligations against borrowing authority include only borrowings from, or with the approval of, Treasury. A sufficient amount of CCC's borrowing authority is required to be reserved to cover obligations to purchase notes, certificates of interest, or other obligations evidencing loans held by banks and accrued interest thereon, but such obligations, other obligations, contingent liabilities, and commitments do not become charges against the statutory borrowing authority until they result in borrowings from Treasury. Only that portion of the borrowing authority is available which has neither been so reserved nor charged by actual borrowings.



## Public enterprise funds—Continued

REIMBURSEMENT TO COMMODITY CREDIT CORPORATION, NATIONAL  
WOOL ACT—Continued

## COMMODITY CREDIT CORPORATION FUND—Continued

The Corporation was created to stabilize, support, and protect farm income and prices, help maintain balanced and adequate supplies of agricultural commodities, their products, foods, feeds, and fibers, and help in their orderly distribution (15 U.S.C. 714-714p). It may also make available materials and facilities required in connection with the production and marketing of agricultural commodities. In addition to its basic functions, it is used to administer, and in some cases, temporarily finance numerous special activities.

The Corporation's capital stock of \$100 million is held by the United States. Up to \$14.5 billion may be borrowed to finance operations.

**Budget assumptions.**—The following general assumptions form the basis for the Corporation's 1970 and 1971 budget estimates: (a) Employment, production, and national income will rise both in 1970 and 1971 from the present level; (b) generally, exports of agricultural commodities in 1971 will increase over 1970 levels; (c) yields for the 1970 crops are based on recent averages adjusted for trend; (d) acreage allotments and marketing quotas will be in effect for the 1970 crops of peanuts, rice, cotton, and certain kinds of tobacco (flue-cured tobacco will be on an acreage-poundage program); and (e) special programs for cotton, feed grains, and wheat will be in operation.

It is difficult to forecast with accuracy, requirements for the year ending June 30, 1971. Complex and unpredictable factors are involved, such as weather, other factors which affect the volume of production of crops not yet planted, feed and food needs here and overseas, and available dollar exchange.

## PROGRAMS OF THE CORPORATION

The basic functions of the Corporation include the following programs for which appropriations are made for net realized losses sustained (in thousands of dollars):

Program	1971 estimate		
	Gross obligations	Outlays	Net realized loss for year
Price support payments.....	1,593,200	1,593,200	1,593,200
Wheat certificates issued (530 million bushels).....	852,500	429,500	429,500
Other price support.....	3,309,453	332,188	645,779
Commodity export.....	302,715	112,415	121,415
Storage facilities.....	19,000	—36,000	—
Supply.....	150	—80	—30
Feed grain diversion (38 million acres).....	801,000	801,000	801,000
Wheat diversion (17 million acres).....	88,000	77,000	77,000
Cotton diversion (small farms).....	28,000	28,000	28,000
Other items not distributed by program.....	561,709	366,463	495,016
Total.....	7,555,727	3,703,686	4,190,880

**Price support.**—The Corporation, through loans, purchases, payments, and other means, supports the prices of agricultural commodities to producers. This is done mainly under the Commodity Credit Corporation Charter Act (15 U.S.C. 714 et seq.) and the Agricultural Act of 1949, as amended (7 U.S.C. 1421 et seq.).

The 1949 act makes price support mandatory for the basic commodities—corn, cotton, wheat, rice, peanuts, and tobacco. It also requires support of the following nonbasic commodities: Tung nuts, honey, milk, butterfat, and the products of milk and butterfat, barley, oats, rye, and grain sorghums. The National Wool Act of 1954, as amended (7 U.S.C. 1781-1787) requires price

support for wool and mohair. Price support for other nonbasic commodities is discretionary. However, whenever the price of either cottonseed or soybeans is supported, the support price of the other must be set at such level as the Secretary determines will cause them to compete on equal terms on the market. The price support program may also include operations to remove and dispose of surplus agricultural commodities in order to stabilize prices at levels not in excess of those permissible by law.

The principal methods of providing price support are loans to and purchases from producers. With limited exceptions, price support loans are nonrecourse. The commodities serve as collateral for the loan and on maturity the producer may generally deliver such collateral to satisfy his obligation without further payment.

Direct purchases are also made from processors as well as producers, depending on the commodity involved. Also, special purchases for the removal of surpluses are made under certain laws, for example: The act of August 19, 1958, as amended (7 U.S.C. 1431 note), and section 416 of the Agricultural Act of 1949, as amended (7 U.S.C. 1431). For feed grains, in addition to loans and purchases, a portion of the price support is made through issuance of negotiable payment-in-kind certificates which are handled in the same manner as payment-in-kind certificates issued under the feed grain acreage diversion programs. For upland and extra-long staple cotton, producers receive price support payments in addition to loans. For wheat, in addition to loans and purchases, producers receive marketing certificates as hereinafter described.

In price support operations, normal trade facilities are used to the maximum extent practicable. Cooperatives and financial institutions are used in lending activities. Commercial facilities are used to a great extent for storage.

Besides the Charter Act and laws mentioned above, many other laws are applicable to the disposition through sales, donations, and barter of commodities acquired under the price-support program. For accounting purposes, the Corporation credits to the price-support program, proceeds of commodities sold from its price-support stocks, including those disposed of through redemption of domestic and export payment-in-kind certificates and through special activities.

## DATA ON PRICE-SUPPORT PROGRAM

[In thousands of dollars]

Item	1969 actual	1970 estimate	1971 estimate
Loans made.....	2,859,257	2,595,551	2,157,192
Loans repaid.....	1,334,333	2,120,355	2,115,672
Loan collateral forfeited.....	428,969	911,221	439,145
Loans outstanding, June 30.....	3,334,025	2,875,444	2,447,407
Acquisitions.....	941,285	1,306,192	820,661
Cost of commodities sold.....	374,468	694,304	435,135
Cost of commodities donated.....	235,563	104,379	266,789
Inventory as of June 30.....	1,244,452	1,751,961	1,870,698
Investment in price support as of June 30.....	4,578,477	4,627,405	4,318,105
Price support payments and wheat certificates.....	2,015,710	2,311,200	2,420,200
Net expenditures.....	2,988,159	2,825,217	2,354,888
Realized losses.....	2,200,501	2,415,284	2,668,479

**Commodity export.**—The Corporation promotes the export of agricultural commodities and products through sales, barter, payments, and other operations. Other than in barter for stockpiling purposes, such commodities and products may be those held in private trade channels as well as those acquired by the Corporation in its price-support operations. This program is carried out under the authority contained in the Corporation's charter, particularly sections 5 (d) and (f), and in accordance with specific



statutes where applicable. Export sales for foreign currencies are made under the Agricultural Trade Development and Assistance Act of 1954, as amended, although such sales of commodities owned by the Corporation may also be made under its charter authority.

The activities described below are illustrative of those conducted under this program during 1970. With respect to barter, the emphasis is on exports in connection with various types of offshore procurement of materials and services needed by the Department of Defense, the Agency for International Development, and other agencies, for which they pay the Corporation. Barter for strategic and other materials for the supplemental stockpile is limited to deliveries from uncompleted contracts. No new contracts have been made since fiscal year 1968 and none are planned. Commodities available for barter vary from time to time.

When necessary to encourage export movement from free-market supplies, as well as from its own stocks, the Corporation makes payments on wheat, wheat products, cotton, corn, grain sorghum, barley, oats, rye, rice, flaxseed, linseed oil, tobacco, butter, nonfat dry milk, milkfat, and cheese. The rate of payment generally is the difference between the prevailing world export sales price and the domestic market price, and in the case of wheat, the payments are made at levels needed to meet U.S. obligations under the International Grains Arrangement.

To help develop or expand foreign markets, the Corporation may furnish farm commodities and products for samples or exhibits at international trade fairs and for use abroad in testing consumer acceptance and commercial market potentials.

To maximize exports of agricultural commodities, including products thereof, the Corporation conducts an export credit sales program under which it finances for a period of not to exceed 3 years, commercial export credit sales by exporters of agricultural commodities obtained either from Corporation inventories or from private stocks. These commercial transactions are financed under the Corporation's charter authority and section 4 of the Food for Peace Act (7 U.S.C. 1707a) and are to be distinguished from the long-term credit contracts involving foreign assistance authorized by the Agricultural Trade Development and Assistance Act of 1954, as amended. Section 4 of the Food for Peace Act of 1966 authorizes appropriations to reimburse the Corporation annually for its actual costs incurred or to be incurred under this program. Estimates for this activity are included under special activities.

*Storage facilities.*—The Corporation conducts a program to provide storage adequate to fulfill its program needs. This program is conducted pursuant to sections 4 (h) and (m), and 5 (a) and (b) of the charter.

The Corporation has authority to buy bins (in storage-short areas) and equipment for the care and storage of grain owned by the Corporation or under its control. This authority to purchase bins has not been exercised since 1956. The Corporation has now reduced its storage capacity by more than 50%. The Corporation makes loans for the purchase, building, or expanding of facilities for storage and care of commodities on the farm, and sells to producers and others, bins needed for the storage of agricultural commodities. Bins sold by the Corporation may be those acquired for resale for such storage or those which are no longer required by the Corporation for the storage of its own commodities. Public Law 89-758 permits the sale of grain storage facilities no longer needed for such program use to public and private nonprofit agencies and organizations. The Corporation may also provide storage use

guarantees to encourage building of commercial storage, and undertake other operations necessary to provide storage adequate to carry out the Corporation's programs.

*Supply and foreign purchase.*—The Corporation procures from domestic and foreign sources food, agricultural commodities, and products and related materials to supply the needs of Federal agencies, foreign governments, and private and international relief agencies. It similarly procures or aids in the procurement of such foods, commodities, products, and material for sale to meet domestic requirements during periods of short supply or during such other times as will stabilize prices or facilitate distribution. Through purchases, loans, sales, or other means, the Corporation may also make available materials and facilities needed for the production and marketing of agricultural commodities.

Purchases for other Federal agencies of commodities not in the Corporation's price-support stocks has been the main activity. Purchases of limited quantities of breeder, foundation, and registered seeds of improved varieties of grasses and legumes are made through production contracts in order to assure supplies thereof for farmers. No foreign purchases have been made in recent years.

This program is conducted under section 5 (b) and (c) of the Commodity Credit Corporation Charter Act. Section 4 of the act of July 16, 1943 (15 U.S.C. 713a-9), requires that the Corporation be fully repaid from funds of such agencies for services performed, losses sustained, operating costs incurred, or commodities bought or delivered to or on behalf of any other Federal agency. Previously, administrative expenses for the supply program were not subject to the administrative expense limitation. Hereafter, they will be included within such limitation. Operations not subject to section 4 may involve losses if such are necessary to the accomplishment of the objectives of the particular operation.

*Feed grain acreage diversion program.*—An acreage diversion program is being conducted on 1969 and 1970 crops of feed grains by the Agricultural Stabilization and Conservation Service utilizing the facilities and stocks of the Corporation. This program is carried out under the Soil Conservation and Domestic Allotment Act, as amended by the Food and Agriculture Act of 1965 (Public Law 89-321), as extended by Public Law 90-559. Under this program, payments are made to farmers who divert acreage from the production of feed grains to an approved conservation use.

Payments are made by the issuance of negotiable payment-in-kind certificates. The farmer may elect either to have the certificates redeemed in feed grains from the Corporation's stocks or market the certificate with the Corporation's assistance.

*Wheat certificate program.*—A wheat certificate program for 1969 and 1970 crops is being conducted by the Agricultural Stabilization and Conservation Service utilizing the funds and facilities of the Corporation. This program is authorized by the Agricultural Adjustment Act of 1938, as amended by the Food and Agriculture Act of 1962, the Agricultural Act of 1964, and the Food and Agriculture Act of 1965, as extended by Public Law 90-559.

Under the voluntary wheat certificate program, domestic marketing certificates are issued to participating farmers which may be sold at face value to the Corporation. Processors of wheat are required to buy domestic certificates equivalent to the number of bushels of wheat used in the manufacture of food products.

Exporters may not ship abroad any wheat without buying export marketing certificates equivalent to the number of bushels exported, at a cost determined by the



## Public enterprise funds—Continued

REIMBURSEMENT TO COMMODITY CREDIT CORPORATION, NATIONAL  
WOOL ACT—Continued

## COMMODITY CREDIT CORPORATION FUND—Continued

Secretary to make U.S. wheat and wheat flour competitive in the world market, avoid disruption of world market prices, and fulfill the international obligations of the United States. The net proceeds, if any, from the sale of export marketing certificates, after deducting export subsidies paid to exporters, will be distributed to producers on a pro rata basis.

*Wheat acreage diversion program.*—An acreage diversion program is being conducted on the 1969 and 1970 crops of wheat by the Agricultural Stabilization and Conservation Service under section 339(b) of the Agricultural Act of 1938, as amended by the Food and Agriculture Act of 1965, as extended. Payments will be made to wheat producers who divert a portion of their acreage to approved conservation use.

*Cotton acreage diversion program.*—An acreage diversion program, including small farm payments, is conducted on the 1969 and 1970 crops of upland cotton by the Agricultural Stabilization and Conservation Service under section 103(d) of the Agricultural Act of 1949, as amended by the Food and Agriculture Act of 1965, as extended. Cotton producers complying with allotments or diverting a portion of their cotton acreage allotments to conservation uses receive payments from CCC.

*Loan operations.*—The following table reflects the loan operations of the Corporation which apply to the preceding programs (in thousands of dollars):

Item	1969 actual	1970 estimate	1971 estimate
Loans outstanding, gross, start of year:			
Commodity Credit Corporation	1,421,770	1,903,023	3,031,987
Certificates of interest or loans held by financial institutions	923,452	1,589,545	-----
Total, loans outstanding, gross, start of year	2,345,222	3,492,568	3,031,987
Add loans made	2,964,197	2,643,551	2,176,192
Deduct:			
Loans repaid	1,359,370	2,170,355	2,170,672
Acquisition of loan collateral	428,969	911,221	439,145
Writeoffs	28,512	22,556	30,412
Total, loans outstanding, gross, end of year	3,492,568	3,031,987	2,567,950
Loans outstanding, gross, end of year:			
Commodity Credit Corporation	1,903,023	3,031,987	2,567,950
Certificates of interest or loans held by financial institutions	1,589,545	-----	-----
Total, loans outstanding, gross, end of year	3,492,568	3,031,987	2,567,950
Deduct allowance for losses	25,702	22,000	20,000
Loans receivable, net (price support and storage facilities)	3,466,866	3,009,987	2,547,950

*Inventory operations.*—The following table reflects the inventory operations applicable to the preceding programs (in thousands of dollars):

## AGRICULTURAL COMMODITIES

Item	1969 actual	1970 estimate	1971 estimate
On hand, start of year, gross	914,004	1,251,863	1,752,224
Acquisitions:			
Forfeiture of loan collateral	428,969	911,221	439,145

Excess of collateral acquired over loans canceled	24,494	34,649	19,064
Purchases	658,256	540,372	542,181
Transfers and exchanges, net	-3,666	-1	-81
Carrying charges:			
Charges to inventory	5,381	3,125	2,625
Storage and handling	(88,509)	(128,832)	(150,180)
Transportation	(36,643)	(56,898)	(42,040)
Total carrying charges to inventory	5,381	3,125	2,625
Total acquisitions	1,113,434	1,489,366	1,002,934
Dispositions:			
Donations to:			
Needy persons	206,642	97,857	242,534
Veterans Administration and Armed Forces	27,161	5,428	22,681
Research, experimentation, education, penal, etc.	1,760	1,094	1,574
Total donations	235,563	104,379	266,789
Sales and transfers:			
Barter:			
For supplemental stockpile	1,702	155	67
For offshore procurement	13,680	4,880	2,000
Special programs:			
Title II, Public Law 480	286,246	277,100	275,000
Migratory waterfowl feed and game birds	43	39	40
Total special programs	286,289	277,139	275,040
Marketing of certificates	44,979	113,158	73,558
Other sales	243,295	514,049	271,340
Net loss or gain, sales, and transfers	-49,933	-24,755	-4,547
Total sales and transfers	540,012	884,626	617,458
Total dispositions	775,575	989,005	884,247
On hand, end of year, gross	1,251,863	1,752,224	1,870,911
Less allowance for losses	122,146	175,000	187,000
On hand, end of year, net	1,129,717	1,577,224	1,683,911

## STRATEGIC AND CRITICAL MATERIALS

On hand, start of year, gross	1,038	21	-----
Acquisitions:			
Delivered by barter contractors	804	134	67
Carrying charges:			
Storage and handling	(61)	(6)	(3)
Transportation	(8)	(1)	(1)
Total carrying charges	(69)	(7)	(4)
Total acquisitions	804	134	67
Dispositions:			
Supplemental stockpile	1,702	155	67
Difference between costs and transfer value	119	-----	-----
Total dispositions	1,821	155	67
On hand, end of year, gross	21	-----	-----
On hand, end of year, net	21	-----	-----

*Administrative expenses.*—Administrative expenses are for the services of: The Agricultural Stabilization and Conservation Service, the Consumer and Marketing Service, the Export Marketing Service, the Foreign Agricultural Service and other agencies of the Department engaged in the Corporation's activities; the General Accounting



Office for audit; and the General Services Administration for space. Estimates for 1971 include a limitation of \$36.5 million for costs of administration including a reserve of not less than 7% for contingencies.

The requested authorization excludes administrative expenses in connection with the wool and mohair program under the National Wool Act of 1954, as amended, and the sale of long-staple cotton transferred from the national stockpile, which are included with the costs of those programs under Special activities.

*Nonadministrative expenses.*—Expenses of acquisition, operation, maintenance, improvement, or disposition of property which the Corporation owns or in which it has an interest have been treated as program rather than administrative expenses. Such expenses include inspection, classing, and grading work performed on a fee basis by Federal employees or Federal or State licensed inspectors; work performed on a contract or fee basis by Agricultural Stabilization and Conservation county committees; and special services performed by other Federal agencies outside of this Department.

Most of these general nonadministrative expenses, including storage and handling, transportation, inspection, classing, and grading, resale payments are included in program costs, in the entry entitled Storage, transportation, and other costs not included above, in the program and financing schedule. The item Nonadministrative expense, which appears in the schedule, covers county offices, other Agricultural and Stabilization Conservation Service expenses offset by revenue, custodian, and agency expense of the Federal Reserve banks and lending agencies, and miscellaneous costs.

The Corporation receives reimbursement for grain requisitioned pursuant to Public Law 87-152 (7 U.S.C. 447-449) by the States from Corporation stocks to feed resident wildlife threatened with starvation, through the appropriation Reimbursement for net realized losses. The Corporation also obtains recovery through this appropriation for the funds transferred to the Agricultural Research Service pursuant to the Department of Agriculture and Related Agencies Appropriation Act of 1964, for cost of production research and other related research designed to reduce surplus commodities held by the Corporation.

### SPECIAL ACTIVITIES

These activities are carried out under authority of section 5(g) of the Corporation's charter act and specific statutory authorizations or directives with respect thereto which are currently in effect or which may subsequently be enacted.

A summary of such current activities not included under other designated activities is as follows (in thousands of dollars):

Item	1971 estimate	
	Gross obligations	Outlays (reimbursable)
(1) Sale of agricultural commodities for foreign currencies.....	211,800	35,800
(2) Sale of agricultural commodities for dollars on credit terms.....	570,400	465,400
(3) Commodities supplied in connection with dispositions abroad.....	351,030	351,030
(4) Bartered materials for supplemental stockpile.....	67	67
(5) Military housing (barter and exchange).....	-----	-----
(6) National Wool Act.....	65,300	65,300

(7) Grain for migratory waterfowl feed.....	-----	-----
(8) Surplus grain for migratory birds.....	40	-----
(9) Grading and classing activities <sup>1</sup> .....	-----	-----
(10) Research to increase domestic consumption of farm commodities <sup>1</sup> .....	-----	-----
(11) Defense activities <sup>1</sup> .....	-----	-----
(12) Transfer of long-staple cotton from national stockpile for sale by Commodity Credit Corporation.....	-----	-----
(13) Loans for agricultural conservation.....	-----	-27,200
(14) Use of CCC facilities for ASCS programs:	-----	-----
(a) Conservation reserve program <sup>1</sup> .....	-----	-----
(b) Cropland conversion, agricultural conservation, and emergency conservation measures programs <sup>1</sup> .....	-----	-----
(c) Cropland adjustment program <sup>1</sup> .....	-----	-----
(d) Appalachia regional conservation program <sup>1</sup> .....	-----	-----
(e) Sugar program <sup>1</sup> .....	-----	-----
(f) County office expenses <sup>1</sup> .....	-----	-----
(15) Export credit sales (short-term).....	218,000	37,000
(16) Purchases of dairy products under sec. 709 of the Food and Agriculture Act of 1965.....	-----	-----
Total.....	1,416,637	927,397

<sup>1</sup> Financial data included under respective appropriation item.

The Corporation receives appropriations or reimbursement for cost of these activities as described under each.

To the extent that sufficient appropriations are not provided in advance, expenditures under the Agricultural Trade Development and Assistance Act of 1954, as amended, and investments in materials transferred to the supplemental stockpile, are made by the Corporation subject to reimbursement from subsequent appropriations authorized for such purpose.

Activities currently being carried out are as follows (see foreign assistance programs and special export program for details of items (1)-(4)):

(1) *Sale of agricultural commodities for foreign currencies (title I, Public Law 480).*

(2) *Sale of agricultural commodities for dollars on credit terms (title I, Public Law 480).*

(3) *Commodities supplied in connection with dispositions abroad (title II, Public Law 480).*

(4) *Bartered materials for supplemental stockpile.*

(5) *Military housing (barter and exchange).*—During 1957, a contract was completed for the disposition of Corporation-owned commodities valued at \$50 million for the construction of military housing in France with foreign currencies obtained from this transaction. 10 U.S.C. 2681(b) as amended, provides for annual payment to the Corporation by the Department of Defense until liquidation of the amounts due for foreign currencies obtained under Public Law 480 for military housing. It is estimated that \$2 million will be applied against the amounts due under the French housing transaction in each of 1970 and 1971. Beginning in 1967, the Treasury Department has classified this as a nonexpenditure transaction.

(6) *National Wool Act.*—Under the National Wool Act of 1954, as amended, incentive payments are being used to encourage the annual domestic production of about 300 million pounds of shorn wool. Support of prices of wool and mohair is mandatory. Incentive payments are made to eligible producers in order to bring the national average price received by all producers up to the announced incentive level which is determined in accordance with a formula specified in the act.



## Public enterprise funds—Continued

REIMBURSEMENT TO COMMODITY CREDIT CORPORATION, NATIONAL  
WOOL ACT—Continued

## COMMODITY CREDIT CORPORATION FUND—Continued

## COST OF THE NATIONAL WOOL ACT

[Dollars in thousands]

Item	Fiscal year 1969 (actual)	Fiscal year 1970 (estimate)	Fiscal year 1971 (estimate)
Volume of marketings:			
Shorn wool (thousand pounds).....	169,172	163,300	158,300
Unshorn lambs (thousand cwt.).....	9,036	8,100	7,800
Mohair (thousand pounds).....	33,099	25,300	24,200
Amount of payments:			
Shorn wool.....	\$44,831	\$44,100	\$50,700
Unshorn lambs.....	\$9,578	\$8,700	\$10,000
Mohair.....	\$10,658	\$2,100	\$1,300
Promotional and advertising program <sup>1</sup> .....	(\$3,716)	(\$3,100)	(\$3,300)
Total payments.....	\$65,067	\$54,900	\$62,000
Administrative expense.....	\$2,007	\$2,285	\$2,285
Interest expense.....	\$819	\$915	\$1,015
Total.....	\$67,893	\$58,100	\$65,300

<sup>1</sup> Deduction from producer payments for promotional advertising and selected marketing development activities.

Total payments made under the National Wool Act cannot at any time exceed an amount equal to 70% of the accumulated totals, as of the same date, of the gross receipts from import duties collected on and after January 1, 1953, on wool and wool manufactures. Actual and estimated payments compared with this limitation are as follows (in thousands of dollars):

Item	1969 actual	1970 estimate	1971 estimate
70% of customs receipts on wool and wool manufactures, cumulative from Jan. 1, 1953, to end of preceding calendar year (estimate).....	1,211,500	1,329,100	1,446,700
Cumulative incentive payments on marketings for preceding calendar year.....	671,652	726,552	788,552
Balance of limitation available for payments on succeeding marketing years.....	539,848	602,548	658,148

Funds of the Corporation are used to carry on this program. For the purpose of reimbursing the Corporation, section 705 of the act appropriates each fiscal year an amount equal to amounts expended by the Corporation during the preceding year and to amounts expended in prior fiscal years not previously reimbursed, but not to exceed an amount equal to 70% of the gross receipts from duties collected on wool and wool manufactures during the calendar year preceding the fiscal year.

Estimated costs and appropriations to the Corporation during 1969, 1970, and 1971 are indicated in the following table (in thousands of dollars):

Item	1969 actual	1970 estimate	1971 estimate
Due start of year.....	72,451	67,893	58,100
Costs for year:			
Program.....	67,074	57,185	64,285
Interest.....	819	915	1,015
Total due.....	140,344	125,993	123,400
Appropriation to Commodity Credit Corporation for the year.....	72,451	67,893	58,100
Appropriation 1969, 1970, and 1971.....	67,893	58,100	65,300

(7) *Grain for migratory waterfowl feed.*—To prevent damage of crops by migratory waterfowl, the Corporation

is directed to furnish to the Secretary of the Interior (7 U.S.C. 442-445) such grain acquired through price support operations and certified by the Corporation as available for such purposes or in such condition as to be undesirable for human consumption, as the Secretary of the Interior shall requisition. This appropriation item is included under that department.

(8) *Surplus grain for migratory birds.*—Under Public Law 87-152, approved August 17, 1961 (7 U.S.C. 448) the Secretary of the Interior may requisition grain of the Corporation to feed starving migratory birds. This appropriation item is included under that department.

(9) *Grading and classing activities.*—The Corporation may make advances to the Consumer and Marketing Service for classing and grading of agricultural commodities without charge to producers (7 U.S.C. 414a, 440). Such advances used for classing cotton and grading tobacco not placed under price support loan are repaid from an appropriation of the Service.

(10) *Research to increase domestic consumption of farm commodities.*—The Department of Agriculture and Related Agencies Appropriation Act of 1964 authorized the transfer of not more than \$16 million from the appropriation Removal of surplus agricultural commodities (sec. 32) to the Corporation to be used to increase domestic consumption of surplus farm commodities, and provided for the transfer for such purposes thereafter of such sums not in excess of \$25 million in any one year, as may be approved by Congress. The 1965 appropriation act authorized the transfer of \$12,175 thousand of section 32 funds for this purpose. The Corporation transfers such funds to the Agricultural Research Service and Cooperative State Research Service to conduct the required research.

(11) *Defense activities.*—Upon the declaration of a national emergency, the facilities, services, authorities, and funds of the Corporation may be used, as directed by the Secretary and in accordance with applicable provisions of law, to carry out responsibilities and functions assigned to the Secretary under the Defense Production Act of 1950, as amended, the Civil Defense Act, as amended, and such other defense legislation as may be enacted.

(12) *Transfer of long-staple cotton from national stockpile for sale by Commodity Credit Corporation.*—The act of July 10, 1957 (71 Stat. 290), authorized the transfer of 50,000 bales of domestically grown cotton from the national stockpile to the Corporation for sale. Also, about 219,000 bales of cotton, both American-Egyptian and foreign grown, in the stockpile were made available to the Corporation for disposition under Public Law 87-548, approved July 25, 1962. The cotton is not recorded as a Corporation asset. Proceeds less costs incurred, including administrative expenses, are covered into the Treasury as miscellaneous receipts from time to time. No interest is paid by the Corporation for the use of the money prior to covering.

(13) *Loans for agricultural conservation.*—Under section 391(c) of the Agricultural Adjustment Act of 1938, as amended (7 U.S.C. 1391(c)), the Corporation advances funds to the Secretary in amounts not to exceed \$50 million annually to purchase conservation materials and services. Repayments of the loans plus interest are made from balances of prior appropriations or from new funds appropriated for the agricultural conservation program.

(14) *Use of CCC facilities for Agricultural Stabilization and Conservation Service programs.*—Under the respective enabling legislation, the services, facilities, and authorities of the Corporation are used to make payments to producers under various programs administered by the Agricultural Stabilization and Conservation Service.



No disbursements are made unless funds have been received in advance from the applicable appropriation. Among these programs are: Conservation reserve, cropland conversion, agricultural conservation, cropland adjustment, Appalachia regional conservation, emergency conservation measures, and the Sugar Act program.

(15) *Export credit sales (short-term).*—This program is described under the Corporation's commodity export program on p. 160.

(16) *Purchases of dairy products under sec. 709 of the Food and Agriculture Act of 1965.*—The Corporation, on behalf of the Secretary, purchases at market prices dairy products which are donated to meet the requirements for schools, domestic relief distribution, community action programs, and other programs as are authorized by law, when there are insufficient stocks of such products in the hands of the Corporation available for such purposes. This program is conducted under sec. 5(g) of the Corporation's charter act and sec. 709 of the Food and Agriculture Act of 1965. Costs incurred for this activity are included in the Corporation's net realized loss for which it is reimbursed annually by appropriation pursuant to Public Law 87-155.

### FINANCING

*Borrowing authority.*—The Corporation has an authorized capital stock of \$100 million held by the United States and authority to borrow up to \$14.5 billion.

Funds are borrowed from Treasury and may also be borrowed from private lending agencies and others. The Corporation reserves a sufficient amount of its borrowing authority to purchase at any time all notes and other obligations evidencing loans made or held by lending agencies or other financial institutions or certificates of interest issued in connection with the financing of price-support operations. All bonds, notes, debentures, and similar obligations issued by the Corporation are subject to approval by the Secretary of the Treasury as required by the act of March 8, 1938 (15 U.S.C. 713a-4).

Interest on borrowings from the Treasury (and on capital stock) is paid at a rate based upon the average interest rate of all outstanding marketable obligations (of comparable maturity date) of the United States as of the preceding month. Interest is also paid on certificates of interest and lending agency obligations for the period the agencies have their funds invested.

The Department of Agriculture and Related Agencies Appropriation Act, 1966, made provision for terminating interest after June 30, 1964, on the portion of the Corporation's borrowings from the Treasury equal to the unreimbursed realized losses recorded on the books of the Corporation after June 30 of the fiscal year in which such losses are realized.

The computation of the transfer from interest-bearing to non-interest-bearing capital is (in millions of dollars):

Item	1969 actual	1970 estimate	1971 estimate
Realized deficit not previously reimbursed, start of year.....	9,654	8,579	7,416
Less appropriations for year.....	4,188	5,216	3,363
<b>Total non-interest-bearing, end of year.....</b>	<b>5,466</b>	<b>3,363</b>	<b>4,053</b>

On the basis of the budgetary assumptions, the estimated requirements indicate no need for an increase in borrowing authority. Since there are so many uncontrollable factors involving crops which have not even been planted, it must be recognized that estimates are highly tentative.

### POSITION WITH RESPECT TO BORROWING AUTHORITY AS OF JUNE 30

[In millions of dollars]

Item	1969 actual	1970 estimate	1971 estimate
Statutory borrowing authority.....	14,500	14,500	14,500
Deduct:			
Borrowings from Treasury.....	12,115	12,070	12,357
Obligations to purchase loans or certificates held by financial institutions (guaranteed by Commodity Credit Corporation).....	1,589	-----	-----
Accrued interest on above obligations and certificates held by financial institutions.....	22	-----	-----
<b>Total statutory borrowing authority in use.....</b>	<b>13,726</b>	<b>12,070</b>	<b>12,357</b>
<b>Net statutory borrowing authority available.....</b>	<b>774</b>	<b>2,430</b>	<b>2,143</b>

Note.—A sufficient amount of the borrowing authority is required to be reserved to cover obligations to purchase notes and certificates of interest held by financial institutions and accrued interest thereon. Such obligations, however, as well as accounts payable, accrued liabilities, and other outstanding obligations not reflected on this table, do not become charges against the statutory borrowing authority until they result in borrowings from the Treasury.

*Contract authority.*—Price support and other programs required by statute may result in the Corporation incurring obligations in excess of available funds and borrowing authority. Such obligations are liquidated from subsequent appropriations and other funds which may become available to the Corporation. Any increase in obligations in excess of available fund resources is reported as contract authority in the year involved; a decrease is reported as the application of appropriations and other funds to liquidate the authority. The budget reflects a net increase of \$1,283 million in 1969, a decrease of \$1,381 million in 1970, and an increase of \$499 million in 1971.

*Appropriations.*—Under section 2 of Public Law 87-155 (15 U.S.C. 713a-11), annual appropriations are authorized for each fiscal year to reimburse the Corporation for net realized losses incurred as of the close of each year.

The realized losses for the price support and related programs for 1969 were \$3,113 million, and the cumulative losses not yet appropriated for were \$8,579 million. It is estimated that an appropriation of \$3,363 million would provide sufficient funds for the operations described for 1971. It would also leave a desirable operating margin to assure flexibility of operations in view of the volume of transactions handled.

The special activities are financed as indicated in the program description above. In addition to certain reimbursements for other agencies, appropriations are made for the National Wool Act (see above) and for foreign assistance and special export programs (see that heading on p. 168).

*Deficit.*—The net realized losses of the Corporation have previously been reimbursed as follows (in thousands of dollars):

### PRICE SUPPORT AND RELATED PROGRAMS

Realized losses, 1933 to 1969, inclusive.....	40,376,539
Reimbursements by the Treasury:	
Reimbursement of realized losses:	
Appropriations (21 times).....	28,186,242
Note cancellations (6 times).....	2,697,807
Less dividends paid to Treasury (4 times).....	138,209
<b>Total reimbursement for net realized losses.....</b>	<b>31,022,258</b>
Other reimbursements:	
Appropriations (2 times).....	541,916
Note cancellation (1 time).....	56,239
<b>Total other reimbursements.....</b>	<b>598,155</b>

## Public enterprise funds—Continued

REIMBURSEMENT TO COMMODITY CREDIT CORPORATION, NATIONAL  
WOOL ACT—Continued

## COMMODITY CREDIT CORPORATION FUND—Continued

## PRICE SUPPORT AND RELATED PROGRAMS—Continued

Reimbursement for costs of special milk, net..... 177,037

Total..... 31,797,450

Realized deficit as of June 30, 1969, price support and related programs.. 8,579,089

## SPECIAL ACTIVITIES

Realized losses, 1948 to 1969, inclusive..... 16,203,347

Excess amounts appropriated to reimburse cost of special activities.. 168,688

## Reimbursements by the Treasury:

Appropriations (21 times)..... 15,568,313

Note cancellations (4 times)..... 536,518

Total reimbursements..... 16,104,831

Realized deficit as of June 30, 1969, special activities, net..... 267,204

*Capital and deficits, special activities.*—Advances to the Corporation in excess of costs incurred, and costs incurred in excess of advances received are shown in the following table (in thousands of dollars):

## Foreign assistance and special export programs:

## Public Law 480:

## Excess of funds held by CCC

## Deficit requiring subsequent funds

	1968	1969	1970	1971	1968	1969	1970	1971
Title I: Sale of agricultural commodities for foreign currencies and for dollars on credit terms.....	181,214	168,688	-----	-----	24,201	-----	24,900	-----
Title II: Commodities supplied in connection with dispositions abroad.....	-----	-----	-----	-----	42,052	198,258	55,370	-----
Bartered materials for supplemental stockpile.....	650	-----	42	-----	-----	1,053	-----	-----
Subtotal.....	181,864	168,688	42	-----	66,253	199,311	80,270	-----
Deficit financed by CCC or excess funds held (—).....	-----	-----	-----	-----	(—115,611)	(30,623)	(80,228)	-----
Increase or decrease (—) in amount owed by general fund for foreign assistance and special export programs.....	-----	-----	-----	-----	(31,684)	(146,234)	(49,605)	(—80,228)
Other programs: National Wool Act.....	-----	-----	-----	-----	72,451	67,893	58,100	65,300
Grain for migratory waterfowl feed (Interior).....	2	-----	-----	-----	-----	-----	-----	-----
Export credit sales (short-term).....	-----	-----	-----	-----	5,000	5,000	5,000	5,000
Subtotal.....	2	-----	-----	-----	77,451	72,893	63,100	70,300
Total.....	181,866	168,688	42	-----	143,704	272,204	143,370	70,300

## Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1969 actual	1970 est.	1971 est.
<b>PRICE SUPPORT AND RELATED PROGRAMS</b>			
Revenue.....	938,790	1,330,255	1,094,171
Expense.....	4,051,946	5,383,563	5,285,051
Net realized loss.....	—3,113,156	—4,053,308	—4,190,880
Increase (—) or decrease in provision for losses (unrealized):			
On commodities for sale.....	133,884	—52,854	—12,000
On loans receivable.....	54,225	3,702	2,000
On accounts receivable.....	73	-----	-----
Net loss for the year, price support and related programs.....	—2,924,974	—4,102,460	—4,200,880
Analysis of deficit:			
Deficit, start of year.....	—9,997,117	—8,733,979	—7,620,505
Appropriations (net): Reimbursement for net realized losses.....	4,188,112	5,215,934	3,363,155
Deficit, end of year:			
Realized.....	—8,579,089	—7,416,463	—8,244,188
Unrealized.....	—154,890	—204,042	—214,042
Total deficit, end of year, price support and related programs.....	—8,733,979	—7,620,505	—8,458,230
<b>SPECIAL ACTIVITIES</b>			
Revenue.....	258,124	280,960	281,040
Received from appropriations:			
Decrease in unearned receipts.....	13,178	168,646	42
Earned revenue.....	271,302	449,606	281,082
Expenses.....	1,302,253	1,309,915	1,198,637
Net realized loss, special activities.....	—1,030,951	—860,309	—917,555
Analysis of deficit:			
Deficit, start of year.....	—143,704	—272,204	—143,370
Appropriation: National Wool Act.....	72,451	67,893	58,100
Advances from foreign assistance programs and special export programs.....	830,000	921,250	932,525
Deficit, end of year:			
Realized.....	—267,204	—138,370	—65,300
Unrealized.....	—5,000	—5,000	—5,000
Total deficit, end of year, special activities.....	—272,204	—143,370	—70,300
Total deficit, Commodity Credit Corporation.....	—9,006,183	—7,763,875	—8,528,530



## Financial Condition (in thousands of dollars)

	1968 actual	1969 actual	1970 estimate	1971 estimate
<b>Assets:</b>				
Cash: Treasury balance.....	42,839	90,479	90,000	90,000
Investment in agency securities.....	82,054	76,245	70,245	64,245
Accounts receivable:				
Price support and related programs (net of provision for losses).....	165,710	213,321	213,321	213,321
Special activities: Stockpile cotton.....	77	40	-----	-----
Selected assets: <sup>1</sup> Price support and related programs:				
Commodities for sale, net of provision for losses:				
Agricultural commodities.....	658,015	1,129,717	1,577,224	1,683,911
Strategic and critical materials.....	997	21	-----	-----
Advances to producers.....	-----	407,639	-----	-----
Deferred and undistributed charges.....	5,987	12,493	12,493	12,493
Interest in amounts due from foreign governments and private trade entities under Public Law 480.....	894,268	1,318,150	1,726,320	2,132,595
Loans receivable, net of provision for losses:				
Price support and storage facility loans (held by Commodity Credit Corporation).....	1,341,843	1,877,321	3,009,987	2,547,950
Special activities (loan for agricultural conservation).....	35,000	30,000	27,200	-----
Advance to Farmers Home Administration.....	30,000	30,000	-----	-----
Export credit sales program.....	291,998	294,774	325,774	353,774
Fixed assets, net.....	24,351	17,526	18,097	12,206
Total assets.....	3,573,139	5,497,726	7,070,661	7,110,495
<b>Liabilities:</b>				
Current liabilities:				
Price support and related programs.....	469,364	737,735	865,254	992,207
Special activities:				
Obligation to finance research.....	222	1,174	196	196
Amounts due Treasury for stockpile cotton.....	853	522	-----	-----
Advances from Agricultural Stabilization and Conservation Service programs.....	78,558	62,706	73,164	57,316
Deferred interest in amounts due from foreign governments and private trade entities under Public Law 480.....	894,268	1,318,150	1,726,320	2,132,595
Total liabilities.....	1,443,265	2,120,287	2,664,934	3,182,314
<b>Government equity:</b>				
Price support and related programs:				
Interest-bearing capital (including \$100 million capital stock balance):				
Start of year.....	6,155,000	5,633,000	6,749,000	8,806,401
Transfer to/from non-interest-bearing status.....	-2,413,926	989,896	2,102,778	-690,153
Borrowings from Treasury (net).....	1,891,926	126,104	-45,377	287,151
End of year.....	5,633,000	6,749,000	8,806,401	8,403,399
Non-interest-bearing capital:				
Start of year.....	4,041,903	6,455,829	5,465,933	3,363,155
Transfer to/from interest-bearing status.....	2,413,926	-989,896	-2,102,778	690,153
End of year.....	6,455,829	5,465,933	3,363,155	4,053,308
Subtotal, capital and borrowings, end of year, price support and related programs.....	12,088,829	12,214,933	12,169,556	12,456,707
Special activities: Non-interest-bearing capital:				
Start of year.....	236,751	181,866	168,688	42
Change in unearned receipts from appropriation.....	-54,885	-13,178	-168,646	-42
End of year.....	181,866	168,688	42	-----
Total capital, end of year.....	12,270,695	12,383,621	12,169,598	12,456,707
Deficit: Price support and related programs:				
Net realized deficit.....	-9,654,045	-8,579,089	-7,416,463	-8,244,188
Net unrealized deficit.....	-343,072	-154,890	-204,042	-214,042
Total deficit, price support and related programs.....	-9,997,117	-8,733,979	-7,620,505	-8,458,230
Deficit: Special activities:				
Net realized deficit.....	-138,704	-267,204	-138,370	-65,300
Net unrealized deficit.....	-5,000	-5,000	-5,000	-5,000
Total deficit, special activities.....	-143,704	-272,204	-143,370	-70,300
Total deficit.....	-10,140,821	-9,006,183	-7,763,875	-8,528,530
Total Government equity.....	2,129,874	3,377,438	4,405,723	3,928,177

## Public enterprise funds—Continued

## REIMBURSEMENT TO COMMODITY CREDIT CORPORATION, NATIONAL WOOL ACT—Continued

## COMMODITY CREDIT CORPORATION FUND—Continued

## Analysis of Government Equity and Undrawn Authorizations (in thousands of dollars)

	1968 actual	1969 actual	1970 est.	1971 est.
Obligations other than liabilities: <sup>1</sup>				
Price support and related programs:				
Obligations to purchase loans or certificates held by lending agencies <sup>2</sup>	923,452	1,589,545	2,987,200	3,023,700
Other commitments	2,164,462	2,535,111	2,987,200	3,023,700
Total obligations other than liabilities, price support and related programs	3,087,914	4,124,656	2,987,200	3,023,700
Special activities: Letters of commitment for Public Law 480	171,093	127,860	150,000	150,000
Total obligations other than liabilities	3,259,007	4,252,516	3,137,200	3,173,700
Invested capital	2,388,192	3,799,490	4,970,771	4,610,330
Subtotal	5,647,199	8,052,006	8,107,971	7,784,030
Less:				
Undrawn authorization to expend public debt receipts	-2,511,171	-2,385,067	-2,430,444	-2,143,293
Unfunded contract authorization	-1,006,154	-2,289,501	-1,271,804	-1,712,560
Total Government equity	2,129,874	3,377,438	4,405,723	3,928,177

<sup>1</sup> The change in this item is reflected on the program and financing schedule.<sup>2</sup> A sufficient amount of the borrowing authority is required to be reserved to cover obligations to purchase notes and certificates of interest held by financial institutions and accrued interest thereon. Such obligations, however, as well as accounts payable, accrued liabilities, and other outstanding obligations not reflected on this table, do not become charges against the statutory borrowing authority until they result in borrowings from the Treasury.

Note.—In addition to obligations other than liabilities, the Corporation does not reflect in its accounts claims by the Corporation on which adequate proof has not been established.

## Object Classification (in thousands of dollars)

Identification code 05-48-4336-0-3-999	1969 actual	1970 est.	1971 est.
22.0 Transportation of things	206,388	223,699	177,071
25.0 Other services	44,897	49,943	52,584
Storage and handling	195,912	264,024	267,586
26.0 Supplies and materials: Cost of commodities sold or donated:			
Foreign assistance programs and special export program	1,063,387	1,078,975	992,267
Other	643,555	1,051,823	896,354
31.0 Equipment	296	7,165	500
33.0 Investments and loans	2,444,246	2,845,751	2,369,192
41.0 Grants, subsidies, and contributions	2,632,546	3,499,699	3,513,615
43.0 Interest and dividends	368,764	518,118	526,063
93.0 Administrative expenses (see separate schedule)	31,063	32,000	33,945
Total costs, funded	7,631,054	9,571,197	8,829,177
94.0 Change in selected resources	1,878,378	-1,075,471	143,187
99.0 Total obligations	9,509,432	8,495,726	8,972,364

## LIMITATION ON ADMINISTRATIVE EXPENSES

Nothing in this Act shall be so construed as to prevent the Commodity Credit Corporation from carrying out any activity or any program authorized by law: *Provided*, That not to exceed \$32,000,000 shall be available for administrative expenses of the Corporation: *Provided further*, That \$945,000 of this authorization shall be available only to expand and strengthen the sales program of the Corporation pursuant to authority contained in the Corporation's charter: *Provided further*, That not less than 7 per centum of this authorization shall be placed in reserve to be apportioned pursuant to section 3679 of the Revised Statutes, as amended, for use only in such amounts and at such times as may become necessary to carry out program operations: *Provided further*, That all necessary expenses (including legal and special services performed on a contract or fee basis, but not including other personal services) in connection with the acquisition, operation, maintenance, improvement, or disposition of any real or personal property belonging to the Corporation or in which it has an interest, including expenses of collections of pledged collateral, shall be considered as nonadministrative expenses for the purposes hereof. (15 U.S.C. 714-714p; 81 U.S.C. 841-871; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Price support, export, and related activities (program costs, funded)	31,028	32,000	33,945
Change in selected resources <sup>1</sup>	35	-----	-----
Total obligations	31,063	32,000	33,945
<b>Financing:</b>			
Unobligated balance lapsing	437	-----	-----
Reserve for contingencies	-----	-----	2,555
<b>Limitation</b>	<b>31,500</b>	<b>32,000</b>	<b>36,500</b>

<sup>1</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$6 thousand; 1969, \$41 thousand; 1970, \$41 thousand; 1971, \$41 thousand.

Note.—The 1971 estimate includes \$294 thousand previously appropriated to Salaries and expenses, Foreign Agricultural Service.

## Object Classification (in thousands of dollars)

Identification code 05-48-4336-0-3-999	1969 actual	1970 est.	1971 est.
25.0 Other services: Advanced to—			
Expenses, Agricultural Stabilization and Conservation Service	26,993	26,417	27,673
Salaries and expenses, Foreign Agricultural Service	1,379	14	-----
Consumer protective marketing and regulatory program, Consumer and Marketing Service	2,264	2,544	2,553
Export Marketing Service	427	3,025	3,719
93.0 Administrative expenses included in schedule for funds as a whole	-31,063	-32,000	-33,945
99.0 Total obligations	-----	-----	-----

FOREIGN ASSISTANCE PROGRAMS AND  
SPECIAL EXPORT PROGRAMS

Facilities and funds of the Commodity Credit Corporation may by law be used in carrying out programs for exporting agricultural commodities. The laws also author-



ize appropriations to be made to cover costs of such programs. When funds become available, advances are made to the Corporation for estimated costs. If the amounts appropriated are greater than actual needs, the excess is used to reduce future appropriation requests. If the appropriations are less than actual needs, other Corporation funds may be used temporarily to finance the balance of authorized costs.

#### FOREIGN ASSISTANCE PROGRAMS

Included in this category are the following activities carried out under the Agricultural Trade Development and Assistance Act of 1954, Public Law 480, 83d Congress, as amended by the Food for Peace Act of 1966 (Public Law 89-808, approved Nov. 11, 1966), and by Public Law 90-436, approved July 29, 1968: Sale of agricultural commodities for foreign currencies (title I); sale of agricultural commodities for dollars on credit terms (title I); and commodities supplied in connection with dispositions abroad (title II).

#### Federal Funds

##### General and special funds:

#### PUBLIC LAW 480

For expenses during the current fiscal year, not otherwise recoverable, and unrecovered prior years' costs, including interest thereon, under the Agricultural Trade Development and Assistance Act of 1954, as amended (7 U.S.C. 1701-1710, 1721-1725, 1731-1736d), to remain available until expended, as follows: (1) sale of agricultural commodities for foreign currencies and for dollars on credit terms pursuant to title I of said Act, [\$420,000,000] \$526,100,000; and (2) commodities [disposed of and other costs incurred] supplied in connection with [donations] dispositions abroad, pursuant to title II of said Act, [\$500,000,000] \$406,400,000. (Department of Agriculture and Related Agencies Appropriation Act, 1970; additional authorizing legislation to be proposed for \$230,000,000.)

#### Program and Financing (in thousands of dollars)

Identification code 05-48-2274-0-1-154	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Sales of agricultural commodities for foreign currencies and for dollars on credit terms (title I).....	868,409	894,508	782,200
2. Commodities supplied in connection with dispositions abroad (title II)...	364,206	357,112	351,030
Total program costs, funded.....	1,232,615	1,251,620	1,133,230
Changes in costs financed by balance in CCC and by receipts.....	-402,615	-331,620	-200,730
10 Total obligations (object class 25.0)	830,000	920,000	932,500
<b>Financing:</b>			
21 Unobligated balance available, start of year	-530,000	-----	-----
40 Budget authority (appropriation)...	300,000	920,000	932,500
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	830,000	920,000	932,500
90 Outlays.....	830,000	920,000	932,500

1. *Sales of agricultural commodities for foreign currencies and for dollars on credit terms* are made under title I of the Agricultural Trade Development and Assistance Act of 1954 (Public Law 480), as amended by the Food for Peace Act of 1966 (Public Law 89-808 and Public Law 90-436).

The Commodity Credit Corporation finances all sales made pursuant to agreements concluded under title I. Sales are made to friendly countries—as defined in sec-

tion 103(d) of the act—and must not displace expected commercial sales for cash dollars (secs. 103 (c) and (n)).

The estimates assume extension of current legislation which provides that no agreements may be entered into after December 31, 1970 (section 409) and that agreements may not be made under title I in any calendar year which call for an appropriation to reimburse the Corporation in excess of \$1.9 billion, plus unused prior years' authorizations.

Whenever practicable, terms of agreements must require payment at time of delivery of not less than 5% of the purchase price in dollars or in currencies convertible to dollars. These initial payments are applied against costs to reduce appropriation requests. On credit agreements under title I, the President is authorized to require payment upon delivery in dollars or foreign currencies of amounts needed for payment of U.S. obligations and certain other purposes.

Factors determining availability of commodities for disposition under Public Law 480 are productive capacity, domestic requirements, farm and consumer price levels, anticipated commercial exports, and adequate carryover. No commodity is available for disposition if the disposition thereof would reduce the domestic supply below that needed to meet domestic requirements, adequate carryover, and anticipated exports for dollars.

The Corporation may finance only the differential between U.S.-flag rates and world rates in the case of regular foreign currency sales.

(a) *Sales of agricultural commodities for foreign currencies (title I).*—Sales of agricultural commodities for foreign currencies are made to countries unable to expand commercial purchases because of a lack of dollar exchange. Foreign currencies received in payment are deposited to the account of the U.S. Treasury and can be used only as stated in section 104. The dollar value of such deposits through June 30, 1969, amounted to \$12.3 billion.

Uses fall into two groups—those of benefit to the foreign country, mainly loans and grants to promote economic development and to support common defense, and those of benefit to the United States. The latter includes, among others, expenses of the U.S. Government abroad, agricultural market development, educational exchange, construction of military family housing, and sales of foreign currency to U.S. citizens and tourists.

Foreign currencies for U.S. uses, certain foreign currency grants, and uses of foreign currency loan repayments are subject to the appropriation process. Sales agreements specify particular uses, and in those entered into after December 31, 1964, at least 20% of the foreign currencies are required to be subject to the appropriation process, with certain exceptions. Such uses reduce dollar outflow and the deficit in the balance of payments of the United States. The Corporation is reimbursed for the dollar value of currencies so used. Proceeds from sales of foreign currencies and from dollar repayments of foreign currency loans are applied as a reduction in appropriation requests.

Section 509 of Public Law 86-500, approved June 8, 1960 (7 U.S.C. 1704b note) provides that at least 75% of the total cost of foreign military housing projects (unless otherwise specified) shall be paid from foreign currencies acquired under title I. Pursuant to 10 U.S.C. 2681(b), as amended, the estimates reflect transfer to the Corporation of \$6 million each year to liquidate amounts due, including the French housing barter transaction discussed under the Corporation's special activities. It is estimated that \$4 million will be applied against



## General and special funds—Continued

## PUBLIC LAW 480—Continued

amounts due, with a balance of \$38 million remaining unpaid as of June 30, 1971.

From inception through June 30, 1969, sales agreements have been signed with 53 countries. They cover sales of commodities at an export market value of over \$12.8 billion. Major items are wheat, cotton, and fats and oils.

The following table reflects costs incurred (in thousands of dollars):

<i>Fiscal year</i>	<i>Program expenditures</i>	<i>Interest</i>	<i>Total</i>
1955 to 1967	15,869,273	247,191	16,116,464
1968	784,810	-----	784,810
1969	373,002	-----	373,002
1970 (estimate)	293,548	-----	293,548
1971 (estimate)	211,800	-----	211,800
Cumulative totals	17,532,433	247,191	17,779,624
Deduct sales of currencies, loan repayments, and receipts from Department of Defense	-----	-----	2,365,145
Net costs (foreign currency sales)	-----	-----	15,414,479
Long-term credit sales financed from this appropriation	-----	-----	160,718
Total net costs financed from this appropriation	-----	-----	15,575,197
Appropriations through June 30, 1971	-----	-----	15,536,904
Unreimbursed costs, through June 30, 1971, representing amounts due from Department of Defense (financed by CCC borrowing authority)	-----	-----	38,293

(b) *Sales of agricultural commodities for dollars on credit terms (title I).*—Sales of U.S. agricultural commodities under long-term dollar credit terms are also authorized. The act provides for a progressive shift from foreign currency sales to dollar credit sales, to be completed by December 31, 1971.

Agreements are made with friendly countries or with United States and foreign private trade. They may provide for delivery in annual installments for not more than 10 years from the date of the agreement, subject to the availability of the commodity.

Payments are in dollars with interest at rates not less than the minimum required by section 201 of the Foreign Assistance Act of 1961, as amended, for loans made under that section. Payments are made in reasonable annual amounts over periods of not to exceed 20 years from the date of last delivery in each calendar year under the agreement, except that the first annual payment may be deferred for a period of not more than 2 years after such date of last delivery. Interest is computed from the date of such last delivery. As payments are received each year, they are applied against current costs to reduce the appropriation request. Private trade agreements must provide for projects to establish improved storage or marketing facilities or otherwise encourage private economic enterprise in friendly countries.

To the extent that transition from foreign currency sales to dollar credit sales is not possible, transition to convertible foreign currency credit sales is authorized on terms which permit conversion to dollars at the exchange rate applicable to the sales agreement. Credit terms are to be no less favorable to the United States than those for development loans made under section 201 of the Foreign Assistance Act of 1961, as amended, which authorizes loans to be made on the basis of payment in 40 years with a 10-year grace period. Dollar payments, when received, will also be applied to reduce appropriation requests.

Total agreements made since inception to June 30, 1969, amount to \$1,970.3 million cost value, including ocean freight for shipment on U.S. ships. Major commodities were wheat, cotton, and oils and oilseeds. Payments for the period amount to \$204 million, of which \$146.7 million was applied to principal and the rest to interest.

The following table reflects costs incurred (in thousands of dollars):

<i>Fiscal year</i>	<i>Program expenditures</i>	<i>Interest</i>	<i>Total</i>
1962 to 1967	877,601	4,102	881,703
1968	350,031	-----	350,031
1969	495,407	-----	495,407
1970 (estimate)	600,960	-----	600,960
1971 (estimate)	570,400	-----	570,400
Cumulative totals	2,894,399	4,102	2,898,501
Deduct recoveries from foreign governments	-----	-----	409,968
Total costs	-----	-----	2,488,533
Foreign currency funds applied to long-term credit costs	-----	-----	—160,718
Appropriations through June 30, 1971	-----	-----	2,327,815
Amounts due from foreign governments June 30, 1971, to be applied against costs as collected and reduce subsequent appropriations	-----	-----	2,132,595

The following table reflects the composition of the combined appropriations for 1969, 1970, and 1971 (in thousands of dollars):

<i>Item</i>	<i>1969 actual</i>	<i>1970 estimate</i>	<i>1971 estimate</i>
Expenses of shipments:			
Commodity costs:			
Foreign currency	345,428	275,560	198,800
Long-term credit	430,011	526,160	518,400
Total commodity costs	775,439	801,720	717,200
Ocean transportation:			
Foreign currency	27,574	17,988	13,000
Long-term credit	65,396	74,800	52,000
Total ocean transportation	92,970	92,788	65,000
Total foreign currency	373,002	293,548	211,800
Total long-term credit	495,407	600,960	570,400
Total, expenses of shipments	868,409	894,508	782,200
Deduct receipts:			
Proceeds from sales and use of currencies and loan repayments (foreign currency)	—207,469	—180,000	—176,000
Payments from foreign governments including interest, applied to reduce appropriation (long-term credit)	—50,615	—100,920	—105,000
Total foreign currency	165,533	113,548	35,800
Total long-term credit	444,792	500,040	465,400
Total	610,325	613,588	501,200
Prior years' costs or funds brought or carried forward:			
1968 funds:			
Foreign currency	—464,000	-----	-----
Long-term credit	—239,214	-----	-----
1968 costs: Foreign currency	24,201	-----	-----
1969 funds: Foreign currency	168,688	—168,688	-----
1970 costs: Long-term credit	-----	—24,900	24,900
Foreign currency funds applied to long-term credit costs:			
Foreign currency	105,578	55,140	-----
Long-term credit	—105,578	—55,140	-----
Appropriation or estimate:			
Foreign currency	-----	-----	35,800
Long-term credit	100,000	420,000	490,300
Total	100,000	420,000	526,100



2. *Commodities supplied in connection with dispositions abroad (title II).*—Available agricultural commodities are furnished to meet famine or other urgent or emergency relief needs. Also, commodities are furnished to promote economic and community development in friendly developing countries, to combat malnutrition, and for needy people, and nonprofit school lunch and preschool feeding programs. They are furnished through friendly governments and private or public agencies, including intergovernmental organizations such as the World Food program. The Food for Peace Act, in amending title II, expressed the sense of Congress that other advanced nations should be encouraged to make increased contributions for the purpose of combating world hunger and malnutrition, and that to achieve this objective, the United States should work to expand the United Nations' World Food program.

The Agency for International Development is responsible for administering title II programs. However, the Corporation makes available the commodities or products requested for disposition under title II. Such commodities or products are made available from the Corporation's stocks of commodities or products acquired under its price support program or are purchased at market prices when this is determined to be in the best interest of the Government.

The Corporation is authorized to pay with respect to commodities made available, the costs of acquisitions, packaging, processing, enrichment, preservation, fortification, transportation, handling, and other incidental costs incurred up to the time of delivery to U.S. ports, and ocean freight charges and general average contributions arising out of ocean transport.

Approximately \$7½ million each year may be used to buy foreign currencies accruing under title I of this act to meet costs (other than personnel and administrative costs of cooperating sponsors, distributing agencies, and recipient agencies) directed to community and other self-help activities designed to alleviate the causes for the need for such aid.

Through December 31, 1969, appropriations totaling \$4,900 million were authorized. No programs of assistance may be entered into after December 31, 1970, and none shall be undertaken under this title during any calendar year, which call for an appropriation of more than \$600 million to reimburse the Corporation for costs incurred, including its investment, plus any amount by which programs of assistance undertaken under this title in the preceding calendar year have called or will call for appropriations in amounts less than authorized during the preceding year. Any incidental sales proceeds and proceeds from loss, damage, and other claims are applied against the Corporation's costs to reduce appropriation requests. The estimates assume extension of current legislation.

Since inception through June 30, 1969, transfer authorizations under title II have been issued for \$2,787 million worth of food, including ocean freight costs. Of this amount, \$1,069 million (38%) was for disaster relief of victims of floods, earthquakes, droughts, and plagues; \$218 million (8%) for refugee relief; \$19 million (1%) for other emergency assistance; \$298 million (11%) for child feeding; \$749 million (27%) for economic development; and \$436 million (15%) for voluntary agency programs. (Prior to the November 1966 amendment to Public Law 480, commodities were supplied for voluntary agency programs under authority granted under section 416 of Agricultural Act of 1949.) Also, \$520 million was authorized for ocean freight costs on commodities shipped through

nonprofit voluntary organizations and \$9 million for purchase of title I foreign currencies for self-help activities, making total authorizations of \$3,316 million for the 15 years this program has been in effect.

The following reflects the composition of the appropriations for 1969, 1970, and 1971 (in thousands of dollars):

Item	1969 actual	1970 estimate	1971 estimate
Expenses of shipments:			
Commodity Credit Corporation stocks and other costs in connection with commodities supplied.....	286,246	277,100	275,000
Ocean transportation.....	76,767	74,012	70,030
Total expenses of shipments....	363,013	351,112	345,030
Purchase of foreign currencies for use in self-help activities.....	1,193	6,000	6,000
Total program costs.....	364,206	357,112	351,030
Prior years' costs or funds brought or carried forward:			
1968 funds.....	—8,000	-----	-----
1968 costs.....	42,052	-----	-----
1969 costs.....	—198,258	198,258	-----
1970 costs.....	-----	—55,370	55,370
Appropriation or estimate.....	200,000	500,000	406,400

The following reflects the costs incurred (in thousands of dollars):

Fiscal year	Program expenditures	Interest	Total
1955 to 1967.....	2,190,460	19,699	2,210,159
1968.....	344,596	-----	344,596
1969.....	364,206	-----	364,206
1970 (estimate).....	357,112	-----	357,112
1971 (estimate).....	351,030	-----	351,030
Cumulative totals.....	3,607,404	19,699	3,627,103
Appropriations through June 30, 1971.....	-----	-----	3,627,103

*Special export program.*—In addition to the Foreign assistance programs described, the Corporation conducts a special export program for bartered materials for the supplemental stockpile (7 U.S.C. 1856).

BARTERED MATERIALS FOR SUPPLEMENTAL STOCKPILE

For unrecovered prior years' costs related to strategic and other materials acquired as a result of barter or exchange of agricultural commodities or products and transferred to the supplemental stockpile pursuant to the Act of May 28, 1956, as amended (7 U.S.C. 1856), **[\$1,250,000]** \$25,000, to remain available until expended. (*Department of Agriculture and Related Agencies Appropriation Act, 1970.*)

Program and Financing (in thousands of dollars)

Identification code 05-48-2275-0-1-351	1969 actual	1970 est.	1971 est.
Program by activities:			
10 Bartered materials for supplemental stockpile (cost—obligations) (object class 25.0).....	-----	1,250	25
Financing:			
40 Budget authority (appropriation).....	-----	1,250	25
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-----	1,250	25
90 Outlays.....	-----	1,250	25

Under section 206 of the Agricultural Act of 1956 (7 U.S.C. 1856), the Commodity Credit Corporation transfers to the supplemental stockpile, which was established pursuant to section 104(b) of the Agricultural Trade Development and Assistance Act of 1954, strategic and



## General and special funds—Continued

## BARTERED MATERIALS FOR SUPPLEMENTAL STOCKPILE—Continued

other materials acquired from the barter and exchange of agricultural commodities. This does not cover those acquired for the national strategic and critical materials stockpile or for other agencies on a reimbursable basis.

Appropriations are authorized for the value of the transfers based on the cost to the Corporation or the domestic market price, whichever is lower. The estimates reflect the shift from stockpile procurement to reimbursable offshore procurement through barter for other Government agencies, and delivery of commodities under previously authorized contracts. No new contracts for supplemental stockpile purposes have been made since 1968 and none are planned.

The following shows the composition of the appropriation (in thousands of dollars):

	1969 actual	1970 estimate	1971 estimate
Materials transferred to supplemental stockpile (program costs).....	1,702	155	67
Prior years' costs or funds brought or carried forward:			
1968 funds.....	-650		
1969 costs.....	-1,053	1,053	
1970 funds.....		42	-42
Appropriation or estimate.....		1,250	25

## CORPORATIONS

The following corporations and agencies are hereby authorized to make such expenditures, within the limits of funds and borrowing authority available to each such corporation or agency and in accord with law, and to make such contracts and commitments without regard to fiscal year limitations as provided by section 104 of the Government Corporation Control Act, as amended, as may be necessary in carrying out the programs set forth in the budget for the current fiscal year for such corporation or agency, except as hereinafter provided: (*Department of Agriculture and Related Agencies Appropriation Act, 1970.*)

## FEDERAL CROP INSURANCE CORPORATION

## Federal Funds

## General and special funds:

## ADMINISTRATIVE AND OPERATING EXPENSES

For administrative and operating expenses, \$12,000,000. (7 U.S.C. 1501-1519; 31 U.S.C. 841, 846-852, 866-868c, 869; *Department of Agriculture and Related Agencies Appropriation Act, 1970.*)

## Program and Financing (in thousands of dollars)

Identification code 05-52-2707-0-1-351	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Underwriting and actuarial analysis.....	1,566	1,781	1,781
2. Contract sales and servicing.....	8,239	8,287	8,291
3. Crop inspections and loss adjustments.....	1,763	1,928	1,928
Total program costs, funded <sup>1</sup> .....	11,568	11,996	12,000
Change in selected resources <sup>2</sup> .....	-60		
10 Total obligations.....	11,508	11,996	12,000
<b>Financing:</b>			
Budget authority.....	11,508	11,996	12,000

## Budget authority:

40 Appropriation.....	11,518	12,000	12,000
41 Transferred to other accounts.....	-10	-4	
43 Appropriation (adjusted).....	11,508	11,996	12,000
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	11,508	11,996	12,000
72 Obligated balance, start of year.....	1,913	1,652	1,728
74 Obligated balance, end of year.....	-1,652	-1,728	-1,756
90 Outlays.....	11,768	11,920	11,972

<sup>1</sup> Includes capital outlay as follows: 1969, \$25 thousand; 1970, \$25 thousand; 1971, \$25 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$99 thousand (1969 adjustments, \$21 thousand); 1969, \$60 thousand; 1970, \$60 thousand; 1971, \$60 thousand.

This appropriation finances a major portion of the administrative and operating expenses of the Corporation under existing legislation. The budget for insurance operations financed from capital funds appears on the following pages.

## Object Classification (in thousands of dollars)

Identification code 05-52-2707-0-1-351	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	5,706	6,345	6,453
11.3 Positions other than permanent.....	2,205	1,775	1,648
11.5 Other personnel compensation.....	22	46	46
Total personnel compensation.....	7,933	8,166	8,147
12.1 Personnel benefits: Civilian employees.....	614	656	699
21.0 Travel and transportation of persons.....	1,433	1,439	1,421
22.0 Transportation of things.....	21	26	26
23.0 Rent, communications, and utilities.....	633	646	646
24.0 Printing and reproduction.....	133	171	171
25.0 Other services.....	631	770	770
26.0 Supplies and materials.....	48	53	53
31.0 Equipment.....	61	69	67
99.0 Total obligations.....	11,508	11,996	12,000

## Personnel Summary

Total number of permanent positions.....	677	645	651
Full-time equivalent of other positions.....	389	295	273
Average number of all employees.....	1,047	934	906
Average GS grade.....	7.2	7.5	7.6
Average GS salary.....	\$8,671	\$9,934	\$10,052

## Public enterprise funds:

## FEDERAL CROP INSURANCE CORPORATION FUND

Not to exceed **[\$1,648,000]** \$2,335,000 of administrative and operating expenses may be paid from premium income. (7 U.S.C. 1516(a); 78 Stat. 933; *Department of Agriculture and Related Agencies Appropriation Act, 1970.*)

## Program and Financing (in thousands of dollars)

Identification code 05-52-4085-0-3-351	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Operating costs, funded:			
1. Indemnities, by crop:			
Apples.....	937	99	349
Barley.....	449	305	1,058
Beans.....	511	266	385
Citrus.....	5,729	2,895	2,890
Combined crops.....	49	20	417
Corn.....	5,475	3,338	7,380
Cotton.....	12,953	19,274	6,866
Flax.....	183	122	475
Grain sorghum.....	1,229	516	1,118
Grapes.....	141	239	103
Oats.....	316	311	675
Peaches.....	94	149	332
Peanuts.....	432	634	944
Peas.....	1,441	359	496



Potatoes.....	99	84	-----
Raisins.....	14	250	371
Rice.....	48	16	54
Soybeans.....	3, 458	2, 973	4, 056
Sugarbeets.....	410	439	522
Sugarcane.....	35	13	148
Tobacco.....	2, 093	5, 126	4, 320
Tomatoes.....	49	74	46
Tung nuts.....	40	5	8
Wheat.....	15, 174	9, 739	12, 422
Reinsurance—Puerto Rico.....	5	37	39
Total indemnities.....	51, 364	47, 283	45, 474
2. Inspection and adjustment costs.....	2, 198	2, 601	2, 642
3. Administrative expenses.....	1, 735	2, 339	2, 335
4. Other expenses and adjustments, net.....	-124	342	353
10 Total program costs, funded—obligations.....	55, 173	52, 565	50, 804
Financing:			
14 Receipts and reimbursements from: Non-Federal sources:			
Insurance premiums, by crop:			
Apples.....	-283	-374	-389
Barley.....	-1, 026	-967	-1, 180
Beans.....	-377	-399	-428
Citrus.....	-2, 606	-3, 200	-3, 300
Combined crops.....	-473	-393	-465
Corn.....	-8, 313	-8, 086	-8, 200
Cotton.....	-6, 756	-7, 629	-7, 629
Flax.....	-511	-524	-530
Grain sorghum.....	-1, 214	-1, 075	-1, 243
Grapes.....	-113	-103	-115
Oats.....	-801	-725	-750
Peaches.....	-400	-367	-370
Peanuts.....	-808	-1, 011	-1, 053
Peas.....	-520	-502	-553
Potatoes.....	-72	-56	-----
Raisins.....	-416	-395	-414
Rice.....	-62	-43	-60
Soybeans.....	-4, 426	-4, 236	-4, 522
Sugarbeets.....	-618	-563	-582
Sugarcane.....	-171	-150	-165
Tobacco.....	-3, 916	-4, 663	-4, 800
Tomatoes.....	-51	-37	-51
Tung nuts.....	-8	-9	-9
Wheat.....	-14, 981	-13, 193	-13, 824
Reinsurance—Puerto Rico.....	-96	-71	-68
Total premiums.....	-49, 018	-48, 771	-50, 700
Interest, other receipts, and adjustments.....	43	-----	-----
21 Unobligated balance available, start of year.....	-21, 131	-14, 932	-21, 138
24 Unobligated balance available, end of year.....	14, 932	21, 138	21, 034
40 Budget authority (appropriation).....	-----	10, 000	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	6, 199	3, 794	104
72 Obligated balance, start of year.....	894	-----	-----
Receivables in excess of obligations, start of year.....	-----	-50	-287
74 Obligated balance, end of year.....	-----	-----	-51
Receivables in excess of obligations, end of year.....	50	287	-----
90 Outlays.....	7, 143	4, 031	-234

The Federal Crop Insurance Corporation, a wholly-owned Government Corporation, was created on February 16, 1938 (7 U.S.C. 1501-1519), to carry out the provisions of the Federal Crop Insurance Act. The purpose of this act is to promote the national welfare by improving the economic stability of agriculture through a sound system of crop insurance, and to provide the means for the research and experience helpful in devising and establishing such insurance.

Crop insurance offered to agricultural producers by the Corporation provides protection from losses caused by natural hazards, such as insect and wildlife damage,

plant diseases, fire, drought, flood, wind, and other weather conditions. It does not indemnify producers for losses resulting from negligence or failure to observe good farming practices.

The crop insurance programs are developed and analyzed in the Washington headquarters office and are administered in the field by four area offices and 25 State offices. Sales and servicing of contracts at the county level is performed by private agents under contractual agreements with the Corporation and by Corporation employees hired on a permanent, part-time or WAE (when actually employed) basis. Detailed administrative and program accounting and statistical functions are performed by the National Service Office in Kansas City, Mo.

*Budget program.*—The program for fiscal year 1971 will provide crop insurance protection to farmers amounting to approximately \$933 million on the following commodities: apples, barley, beans, citrus, combined crops, corn, cotton, flax, grain sorghum, grapes, oats, peaches, peanuts, peas, raisins, rice, soybeans, sugarbeets, sugarcane, tobacco, tomatoes, tung nuts, and wheat. Also, the Corporation is reinsuring about 15 percent of the crop insurance written by the Commonwealth of Puerto Rico beginning with crop year 1969.

The following table indicates the scope of the insurance operations planned for 1970 and 1971, as compared with 1969. Amounts in the 1969 column are actual, and pertain to the 1968 crop year. The 1970 column pertains to the 1969 crop year, and the 1971 column pertains to the 1970 crop year.

	1969 fiscal year (1968 crop year) actual	1970 fiscal year (1969 crop year) estimate	1971 fiscal year (1970 crop year) estimate
Number of States.....	39	39	39
Number of counties.....	1, 395	1, 425	1, 425
Insurance in force beginning of fiscal year (thousands).....	\$876, 311	\$919, 390	\$932, 880
Insured acreage (thousands).....	18, 768	17, 319	18, 072
Number of crops insured.....	455, 373	436, 293	442, 000
Premiums (thousands).....	\$49, 018	\$48, 771	\$50, 700
Indemnities (thousands).....	\$51, 364	\$47, 283	\$45, 474
Loss ratio.....	1.05	.97	.90

*Financing.*—Capital stock of \$100 million is authorized to be subscribed by the United States. As of June 30, 1969, the Secretary of the Treasury held receipts for \$40 million of authorized stock, leaving \$60 million unissued. However, additional unexpected losses on citrus, cotton, grain sorghum, sugarbeets, and wheat developed during crop year 1968. These losses, coupled with the continuing annual charging of loss adjusters costs and a portion of administrative and operating expenses against premium income, reduced the Corporation's capital to a dangerously low point compared to outstanding risks. The 1970 Appropriation Act has provided that an additional \$10 million of capital stock will be issued for a total of \$50 million issued and outstanding.

Funds from the issuance of capital stock provide working capital for the Corporation. Receipts for deposit to this fund come mainly from premiums paid by farmers for crop insurance protection. The principal payments from this fund are for: indemnities to insured farmers; the direct cost of adjusting crop losses; and a part of the administrative and operating expenses.

The annual appropriation for the major portion of the administrative and operating expenses of the Corporation is presented earlier in the budget.

No additional capital funds are being requested for fiscal year 1971 program operations based on the following: (1) The Corporation's gross income for the 1970 crop year is estimated at \$50,700,000; and (2) crop losses occurring

## Public enterprise funds—Continued

## FEDERAL CROP INSURANCE CORPORATION FUND—Continued

in crop year 1969 and/or 1970 are based on average losses. If heavy losses should occur and additional funds be necessary, the Corporation will submit a request for additional capital funds.

*Operating results and financial condition.*—As of June 30, 1969, the Corporation reflected a deficit of \$25.1 million. This reduced the net capital to \$14.9 million from \$21.1 million reflected on June 30, 1968. Although premium income for crop year 1968 was higher than in the preceding year, indemnities for the 1968 crop year totaled \$51.3 million, exceeding premiums by \$2.4 million. The resultant loss ratio is 1.05, as compared with the 1967 loss ratio of 1.27.

However, it is estimated that the current deficit will be at approximately the same level as in the preceding year, provided that crop losses do not become excessive.

Current estimates for crop year 1969 appear to be favorable. Premiums of \$48.8 million are estimated to exceed indemnities by \$1.5 million. For the crop years 1948 through 1968, premium income of \$514.0 million exceeded indemnity costs of \$496.9 million by \$17.1 million. Premium income exceeded indemnity costs in 11 years of the 21-year period.

The following table summarizes the insurance operations by commodities for 1969, 1970, and 1971:

NET INCOME OR LOSS (—) ON INSURANCE OPERATIONS,  
BY COMMODITIES

[Fiscal years ending June 30, 1969, 1970, and 1971—in thousands of dollars]

	1969 actual (1968 crop year)	1970 estimate (1969 crop year)	1971 estimate (1970 crop year)
Apples.....	—654	275	40
Barley.....	577	662	122
Beans.....	—134	133	43
Citrus.....	—3,123	305	410
Combined crops.....	424	373	48
Corn.....	2,838	4,748	820
Cotton.....	—6,197	—11,645	763
Flax.....	328	402	55
Grain sorghum.....	—15	559	125
Grapes.....	—28	—136	12
Oats.....	485	414	75
Peaches.....	306	218	38
Peanuts.....	376	377	109
Peas.....	—921	143	57
Potatoes.....	—27	—28	—
Raisins.....	402	145	43
Rice.....	14	27	6
Soybeans.....	968	1,263	466
Sugarbeets.....	208	124	60
Sugarcane.....	136	137	17
Tobacco.....	1,823	—463	480
Tomatoes.....	2	—37	5
Tung nuts.....	—32	4	1
Wheat.....	—193	3,454	1,402
Reinsurance—Puerto Rico	91	34	29
Premiums over in- demnities.....	—2,346	1,488	5,226
Inspection and loss ad- justment costs.....	—2,198	—2,601	—2,642
Administrative expenses charged to premium in- come.....	—1,735	—2,339	—2,335
Other income or expense, net.....	81	—342	—353
Net income or loss.....	—6,199	—3,794	—104

## Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1969 actual	1970 est.	1971 est.
Revenue.....	48,975	48,771	50,700
Expense.....	55,173	52,565	50,804
Net income or loss (—) for the year....	—6,199	—3,794	—104
Analysis of retained earnings:			
Retained earnings, start of year.....	—18,869	—25,068	—28,862
Retained earnings, end of year.....	—25,068	—28,862	—28,966

## Financial Condition (in thousands of dollars)

	1968 actual	1969 actual	1970 est.	1971 est.
Assets:				
Treasury balance.....	22,025	14,882	20,851	21,085
Accounts receivable, net.....	22,911	25,150	25,869	25,506
Total assets.....	44,936	40,032	46,720	46,591
Liabilities:				
Accounts payable and accrued liabilities.....	2,301	2,840	3,446	3,131
Deferred credits.....	21,429	22,185	22,061	22,351
Provision for surety losses.....	75	75	75	75
Total liabilities.....	23,805	25,100	25,582	25,557
Government equity:				
Non-interest-bearing capital..	40,000	40,000	50,000	50,000
Retained earnings.....	—18,869	—25,068	—28,862	—28,966
Total Government equity..	21,131	14,932	21,138	21,034

## Analysis of Government Equity (in thousands of dollars)

Unobligated balance (total Government equity).....	21,131	14,932	21,138	21,034
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Note.—Excludes contingent liabilities representing estimated insurance coverage on 1969, 1970, and 1971 crops in the following amounts: 1969, \$919 million; 1970, \$933 million; 1971, \$933 million.

## Object Classification (in thousands of dollars)

Identification code 05-52-4085-0-3-351	1969 actual	1970 est.	1971 est.
Personnel compensation:			
11.1 Permanent positions.....	100	122	126
11.3 Positions other than permanent.....	1,355	1,603	1,601
Total personnel compensation.....	1,455	1,725	1,727
12.1 Personnel benefits: Civilian employees..	70	87	87
21.0 Travel and transportation of persons..	673	789	828
42.0 Insurance claims and indemnities.....	51,364	47,283	45,474
92.0 Undistributed (provision for doubtful accounts and adjustments of prior year expenses).....	—124	342	353
93.0 Administrative expenses (see separate schedule).....	1,735	2,339	2,335
99.0 Total obligations.....	55,173	52,565	50,804

## Personnel Summary

Total number of permanent positions.....	15	15	15
Full-time equivalent of other positions.....	218	240	240
Average number of all employees.....	231	255	255
Average GS grade.....	7.2	7.5	7.6
Average GS salary.....	\$8,671	\$9,934	\$10,052



## [SUBSCRIPTION TO CAPITAL STOCK]

[To enable the Secretary of the Treasury to subscribe and pay for capital stock of the Federal Crop Insurance Corporation, as provided in section 504 of the Federal Crop Insurance Act (7 U.S.C. 1504) \$10,000,000.] (*Supplemental Appropriation Act, 1970.*)

## ADMINISTRATIVE EXPENSES

## Program and Financing (in thousands of dollars)

	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Administrative expenses (costs—obligations).....	1,735	2,339	2,335
<b>Financing:</b>			
Unobligated balance lapsing.....	405	-----	-----
<b>Limitation</b> .....	2,140	1,648	2,335
Proposed increase in limitation for pay act increases.....	-----	691	-----

## Object Classification (in thousands of dollars)

Identification code 05-52-4085-0-3-351	1969 actual	1970 est.	1971 est.
11.3 Personnel compensation: Positions other than permanent.....	182	571	529
12.1 Personnel benefits: Civilian employees.....	9	27	25
21.0 Travel and transportation of persons.....	74	230	228
25.0 Other services (advertising).....	275	175	175
Agents and other agreements.....	1,194	1,336	1,378
93.0 Administrative expenses included in schedule for fund as a whole.....	-1,735	-2,339	-2,335
99.0 Total obligations.....	-----	-----	-----

## Personnel Summary

Average number of all employees.....	31	89	84
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## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-52-3927-0-4-351	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Underwriting and actuarial analysis.....	1	-----	-----
2. Contract sales and servicing.....	4	-----	-----
3. Crop inspections and loss adjustments.....	1	-----	-----
10 Total obligations.....	6	-----	-----
<b>Financing:</b>			
11 Receipts and reimbursements from: Federal funds.....	-6	-----	-----
<b>Budget authority</b> .....	-----	-----	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	-----	-----	-----
90 Outlays.....	-----	-----	-----

## Object Classification (in thousands of dollars)

Identification code 05-52-3927-0-4-351	1969 actual	1970 est.	1971 est.
11.1 Personnel compensation: Permanent positions.....	5	-----	-----
12.1 Personnel benefits: Civilian employees.....	1	-----	-----
99.0 Total obligations.....	6	-----	-----

## Personnel Summary

Average number of all employees.....	1	-----	-----
Average GS grade.....	7.2	-----	-----
Average GS salary.....	\$8,671	-----	-----

## RURAL ELECTRIFICATION ADMINISTRATION

## Federal Funds

## General and special funds:

To carry into effect the provisions of the Rural Electrification Act of 1936, as amended (7 U.S.C. 901-924), as follows:

## LOAN AUTHORIZATIONS

For loans in accordance with said Act, and for carrying out the provisions of section 7 thereof, to be borrowed from the Secretary of the Treasury in accordance with the provisions of section 3(a) of said Act, and to remain available without fiscal year limitation in accordance with section 3(e) of said Act, as follows: rural electrification program, [\$340,000,000] \$322,000,000, and rural telephone program, [\$123,300,000] \$123,800,000. (*Department of Agriculture and Related Agencies Appropriation Act, 1970.*)

## Program and Financing (in thousands of dollars)

Identification code 05-56-3197-0-1-352	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Rural electrification.....	367,080	394,100	365,000
2. Rural telephone.....	105,879	117,000	127,000
<b>Total program costs, funded.....</b>	472,959	511,100	492,000
<b>Change in selected resources <sup>1</sup>.....</b>	-3,134	-41,100	-22,000
10 Total obligations (object class 33.0).....	469,825	470,000	470,000
<b>Financing:</b>			
17 Recovery of prior year obligations.....	-3,407	-1,044	-----
21.47 Unobligated balance available, start of year.....	-48,436	-31,018	-25,362
24.47 Unobligated balance available, end of year.....	31,018	25,362	1,162
47 <b>Budget authority (authority to spend public debt receipts).....</b>	449,000	463,300	445,800
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	466,418	468,956	470,000
72.47 Obligated balance, start of year.....	1,165,282	1,158,741	1,116,597
74.47 Obligated balance, end of year.....	-1,158,741	-1,116,597	-1,094,597
90 Outlays.....	472,959	511,100	492,000

<sup>1</sup> Selected resources as of June 30 are as follows: Undisbursed loan obligations, 1968, \$1,165,282 thousand (1969 adjustments, -\$3,407 thousand); 1969, \$1,158,741 thousand (1970 adjustments, -\$1,044 thousand); 1970, \$1,116,597 thousand; 1971, \$1,094,597 thousand.

The Administration conducts two capital investment programs: (a) the rural electrification program to provide electric service to farms and other rural establishments; and (b) the rural telephone program to furnish and improve telephone service in rural areas. Funds for making repayable loans are borrowed from the Secretary of the Treasury.

## General and special funds—Continued

## LOAN AUTHORIZATIONS—Continued

1. *Rural electrification.*—This capital investment program is financed through loans which bear 2% interest and must be repaid within a period not to exceed 35 years. Loans are also made for shorter periods at 2% interest to electrification borrowers to be reloaned to their consumers for the purpose of financing the wiring of premises and the acquisition and installation of electrical and plumbing appliances and equipment.

The 1971 budget request anticipates that a private source of supplementary financing will be available to satisfy a part of the capital requirements of the rural electric systems.

## STATUS OF THE ELECTRIFICATION PROGRAM

## Program Financing

[In thousands of dollars]

	1969 actual	1970 estimate	1971 estimate
Loan funds available:			
New loan authority.....	329,000	340,000	322,000
Carryover from prior year.....	41,774	28,095	23,230
Rescissions of prior year loans.....	2,157	135	-----
Total available.....	372,931	368,230	345,230
Less:			
Loans approved.....	344,836	345,000	345,000
Balance to next fiscal year.....	28,095	23,230	230

## Program Statistics

[Dollars in thousands]

Cumulative net loans.....	\$6,985,363	\$7,330,228	\$7,675,228
Cumulative funds advanced.....	\$6,101,157	\$6,495,257	\$6,860,257
Unadvanced funds, end of year.....	\$884,206	\$834,971	\$814,971
Cumulative principal repaid.....	\$2,133,399	\$2,257,999	\$2,390,599
Cumulative interest paid.....	\$1,030,662	\$1,119,662	\$1,211,662
Cumulative miles energized (thousands) (estimate).....	1,637	1,657	1,677
Cumulative consumers served (thousands).....	6,074	6,234	6,394
Number of borrowers.....	1,099	1,100	1,100

2. *Rural telephone.*—This capital investment program is financed through loans which are made for the purpose of financing the improvement, expansion, construction, acquisition, and operation of the telephone lines and facilities or systems to furnish and improve telephone service in rural areas. The loans bear 2% interest and must be repaid within a period not to exceed 35 years.

The 1971 budget request anticipates that a supplementary source of financing, using both private and Government capital, will be available to satisfy a part of the capital requirements of the rural telephone systems.

## STATUS OF THE TELEPHONE PROGRAM

## Program Financing

[In thousands of dollars]

	1969 actual	1970 estimate	1971 estimate
Loan funds available:			
New loan authority.....	120,000	123,300	123,800
Carryover from prior year.....	6,663	2,924	2,132
Rescissions of prior year loans.....	1,250	908	-----
Total available.....	127,913	127,132	125,932
Less:			
Loans approved.....	124,989	125,000	125,000
Balance to next fiscal year.....	2,924	2,132	932

## Program Statistics

[Dollars in thousands]

Cumulative net loans.....	\$1,623,413	\$1,747,505	\$1,872,505
Cumulative funds advanced.....	\$1,348,878	\$1,465,878	\$1,592,878
Unadvanced funds, end of year.....	\$274,535	\$281,627	\$279,627
Cumulative principal repaid.....	\$219,399	\$251,399	\$286,099

Cumulative interest paid.....	\$164,341	\$191,441	\$218,741
Route miles of line constructed or improved, cumulative (thousands).....	459	479	499
Subscribers, new and improved service, cumulative (thousands) (estimate).....	2,126	2,246	2,366
Number of borrowers.....	873	873	888

## Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1969 actual	1970 est.	1971 est.
For the fiscal year:			
Lending operations:			
Interest revenue.....	98,947	105,330	112,332
Expense: Interest expense (statutory rates).....	96,809	102,347	108,755
Net revenue.....	2,138	2,983	3,577
Administrative expenses (provided by annual appropriations): Salaries and expenses.....	13,481	14,520	14,596
Cumulative to end of fiscal year:			
Lending operations: Interest revenue.....	1,315,409	1,420,739	1,533,071
Expense:			
Interest expense (statutory rates).....	1,240,644	1,342,991	1,451,746
Provision for possible losses on loans.....	9,090	9,090	9,090
Losses on foreclosed loans.....	44	44	44
Total expense.....	1,249,778	1,352,125	1,460,880
Net difference.....	65,631	68,614	72,191
Administrative expenses (provided by annual appropriations): Salaries and expenses.....	239,485	254,005	268,602

## Financial Condition (in thousands of dollars)

	1968 actual	1969 actual	1970 est.	1971 est.
Assets:				
Treasury balance.....	64,201	44,815	10,007	-----
Cash on hand.....	636	569	569	569
Loans, net.....	4,787,169	5,016,670	5,371,170	5,696,870
Travel advances.....	89	89	89	89
Other systems acquired.....	-----	72,324	72,324	72,324
Accounts receivable:				
Interest receivable.....	124,953	119,564	113,595	106,626
Current receivables.....	6	3	3	3
Equipment, net.....	419	399	382	365
Total assets.....	4,977,473	5,254,433	5,568,139	5,876,846
Liabilities:				
Current.....	662	709	801	850
Accrued annual leave.....	1,382	1,462	1,462	1,462
Trust and deposit.....	4	9	9	9
Total liabilities.....	2,048	2,180	2,272	2,321
Government equity:				
Borrowings from Treasury.....	4,770,247	5,045,034	5,355,681	5,660,780
Appropriated administrative funds, net.....	225,067	238,453	252,957	267,536
Appropriated loan funds, net.....	142,620	142,620	142,620	142,620
Net difference between income and expense.....	63,494	65,631	68,614	72,191
Administrative expenses.....	-226,003	-239,485	-254,005	-268,602
Total Government equity.....	4,975,425	5,252,253	5,565,867	5,874,525

## SALARIES AND EXPENSES

For administrative expenses, including not to exceed \$500 for financial and credit reports, funds for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$150,000 for employment under 5 U.S.C. 3109, [ \$13,429,000 ] \$14,579,000. (Department of Agriculture and Related Agencies Appropriation Act, 1970.)



## Program and Financing (in thousands of dollars)

Identification code 05-56-3100-0-1-352	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Administration of rural electrification program.....	7,461	7,875	7,915
2. Administration of rural telephone program.....	5,921	6,629	6,664
Total program costs, funded <sup>1</sup>	13,382	14,504	14,579
Change in selected resources <sup>2</sup> .....	-2		
10 Total obligations.....	13,380	14,504	14,579
<b>Financing:</b>			
25 Unobligated balance lapsing.....	49		
Budget authority.....	13,429	14,504	14,579
<b>Budget authority:</b>			
40 Appropriation.....	13,429	13,429	14,579
44.20 Proposed supplemental for civilian pay act increases.....		1,075	
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	13,380	14,504	14,579
72 Obligated balance, start of year.....	595	648	708
74 Obligated balance, end of year.....	-648	-708	-768
77 Adjustments in expired accounts.....	6		
90 Outlays, excluding pay increase supplemental.....	13,333	13,420	14,468
91.20 Outlays from civilian pay act supplemental.....		1,024	51

<sup>1</sup> Includes capital outlay as follows: June 30, 1969, \$40 thousand; 1970, \$36 thousand; 1971, \$45 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$27 thousand (1969 adjustments, \$6 thousand); 1969, \$31 thousand; 1970, \$31 thousand; 1971, \$31 thousand.

The Administration assists electrification borrowers and potential borrowers to negotiate for adequate supplies of power on reasonable terms, and makes loans for the extension and improvement of electric and telephone service in rural areas. Business management and technical help is furnished borrowers where needed to protect the Government's loan security, to assure that construction and operation of their systems conform to approved standards and will provide continuous and reliable service and to facilitate the most effective use of resources to achieve program objectives.

## Object Classification (in thousands of dollars)

Identification code 05-56-3100-0-1-352	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	10,921	11,855	11,655
11.3 Positions other than permanent.....	97	100	100
11.5 Other personnel compensation.....	4	6	6
Total personnel compensation.....	11,022	11,961	11,761
12.1 Personnel benefits: Civilian employees.....	860	975	992
21.0 Travel and transportation of persons.....	873	924	1,108
22.0 Transportation of things.....	39	41	41
23.0 Rent, communications, and utilities.....	183	183	183
24.0 Printing and reproduction.....	135	127	127
25.0 Other services.....	181	216	281
26.0 Supplies and materials.....	41	40	40
31.0 Equipment.....	45	36	45
42.0 Insurance claims and indemnities.....	1	1	1
99.0 Total obligations.....	13,380	14,504	14,579

## Personnel Summary

Total number of permanent positions.....	928	911	911
Full-time equivalent of other positions.....	11	10	10
Average number of all employees.....	848	876	857

Average GS grade.....	10.1	10.2	10.2
Average GS salary.....	\$12,418	\$13,735	\$13,790

## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-56-3997-0-4-352	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Administration of rural electrification program.....	2	14	3
2. Administration of rural telephone program.....	3	12	3
3. Office of Economic Opportunity (Funds appropriated to the President).....	15	17	28
4. Agency for International Development (Funds appropriated to the President).....	7	9	9
10 Total program costs, funded—obligations.....	27	52	43
<b>Financing:</b>			
Receipts and reimbursements from:			
11 Federal funds.....	-23	-44	-38
14 Non-Federal sources (40 U.S.C. 481 (c)).....	-4	-8	-5
Budget authority.....			

## Relation of obligations to outlays:

71 Obligations incurred, net.....			
90 Outlays.....			

## Object Classification (in thousands of dollars)

11.1 Personnel compensation: Permanent positions.....	20	37	36
12.1 Personnel benefits: Civilian employees.....	2	3	2
21.0 Travel and transportation of persons.....	1	4	
31.0 Equipment.....	4	8	5
99.0 Total obligations.....	27	52	43

## Personnel Summary

Total number of permanent positions.....	0	1	1
Average number of all employees.....	1	2	1
Average GS grade.....	10.1	10.2	10.2
Average GS salary.....	\$12,418	\$13,735	\$13,790

## FARMERS HOME ADMINISTRATION

## Federal Funds

## General and special funds:

## RURAL WATER AND WASTE DISPOSAL GRANTS

For grants pursuant to sections 306(a)(2) and 306(a)(6) of the Consolidated Farmers Home Administration Act of 1961, as amended (7 U.S.C. 1926), [ "\$46,000,000" ] \$24,000,000. (Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-60-2066-0-1-352	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Planning grants.....	3,877	4,000	4,000
2. Development grants.....	24,069	30,000	26,800
Total program costs, funded.....	27,946	34,000	30,800

## General and special funds—Continued

## RURAL WATER AND WASTE DISPOSAL GRANTS—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-60-2066-0-1-352	1969 actual	1970 est.	1971 est.
<b>Program by activities—Continued</b>			
Change in selected resources <sup>1</sup> .....	54	-6,000	-6,800
10 Total obligations (object class 41.0) ..	28,000	28,000	24,000
<b>Financing:</b>			
25 Unobligated balance lapsing.....		18,000	
40 Budget authority (appropriation)....	28,000	46,000	24,000
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	28,000	28,000	24,000
72 Obligated balance, start of year.....	33,170	32,989	26,989
74 Obligated balance, end of year.....	-32,989	-26,989	-20,189
77 Adjustments in expired accounts.....	-235		
90 Outlays.....	27,946	34,000	30,800

<sup>1</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$33,170 thousand (1969 adjustment, -\$235 thousand); 1969, \$32,989 thousand; 1970, \$26,989 thousand; 1971, \$20,189 thousand.

*Rural water and waste disposal grants.*—This program is authorized by subtitle A of the Consolidated Farmers Home Administration Act of 1961, as amended. It provides for planning grants to be made to public and private bodies with authority to prepare comprehensive plans for the development of water or sewer systems in rural areas which do not have funds available for such planning. In addition, development grants are made to associations, including nonprofit corporations and public and quasi-public agencies to finance specific projects for the development, storage, treatment, purification, or distribution of water or the collection, treatment, or disposal of waste in rural areas. The amount of the grant may not exceed 50% of the development cost of the project.

Development grants to associations may be made in connection with direct or insured loans for water and sewer systems described under the Farmers Home Administration direct loan account.

## GRANT OBLIGATIONS

	1969 actual	1970 estimate	1971 estimate
<b>Planning grants:</b>			
Number of grants.....	328	335	335
Amount of grants (thousands of dollars).....	4,035	4,000	4,000
<b>Development grants:</b>			
Number of grants.....	350	310	275
Amount of grants (thousands of dollars).....	23,965	24,000	20,000

## RURAL RENEWAL

## Program and Financing (in thousands of dollars)

Identification code 05-60-2003-0-1-352	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Loans for rural renewal and demonstration projects.....	1,192	696	
2. Technical assistance and operating expense.....	207	47	
Total program costs, funded.....	1,399	743	
Change in selected resources <sup>1</sup> .....	108	-743	
10 Total obligations.....	1,507		
<b>Financing:</b>			
21 Unobligated balance available, start of year.....	-42	-135	
23 Unobligated balance transferred to other accounts.....		135	

24 Unobligated balance available, end of year	135		
40 Budget authority (appropriation)....	1,600		
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	1,507		
72 Obligated balance, start of year.....	634	743	
74 Obligated balance, end of year.....	-743		
90 Outlays.....	1,398	743	

<sup>1</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$634 thousand; 1969, \$743 thousand; 1970, \$0; 1971, \$0.

*Rural renewal.*—An appropriation of \$1,600 thousand was provided in fiscal year 1969 for (1) loans for rural renewal and demonstration projects, and (2) technical assistance and operating expense. The rural renewal program has been transferred to Soil Conservation Service and merged with the Resource Conservation and Development program.

## Object Classification (in thousands of dollars)

Identification code 05-60-2003-0-1-352	1969 actual	1970 est.	1971 est.
<b>FARMERS HOME ADMINISTRATION</b>			
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	139		
11.3 Positions other than permanent.....	3		
11.5 Other personnel compensation.....	1		
Total personnel compensation.....	143		
12.1 Personnel benefits: Civilian employees.....	12		
21.0 Travel and transportation of persons.....	11		
23.0 Rent, communications, and utilities.....	7		
24.0 Printing and reproduction.....	1		
25.0 Other services.....	3		
26.0 Supplies and materials.....	1		
33.0 Investments and loans.....	1,254		
41.0 Grants, subsidies, and contributions.....	46		
Total obligations, Farmers Home Administration.....	1,478		
<b>ALLOTMENT TO ECONOMIC RESEARCH SERVICE</b>			
11.1 Personnel compensation: Permanent positions.....	26		
12.1 Personnel benefits: Civilian employees.....	2		
24.0 Printing and reproduction.....	1		
Total obligations, Economic Research Service.....	29		
99.0 Total obligations.....	1,507		

## Personnel Summary

## FARMERS HOME ADMINISTRATION

Total number of permanent positions.....	25		
Average number of all employees.....	25		
Average GS grade.....	7.2		
Average GS salary.....	\$8,523		

## ALLOTMENT TO ECONOMIC RESEARCH SERVICE

Total number of permanent positions.....	3		
Average number of all employees.....	3		
Average GS grade.....	7.4		
Average GS salary.....	\$8,789		



RURAL HOUSING FOR DOMESTIC FARM LABOR

For financial assistance to public nonprofit organizations for housing for domestic farm labor, pursuant to section 516 of the Housing Act of 1949, as amended (42 U.S.C. 1486), \$2,500,000, to remain available until expended. (*Department of Agriculture and Related Agencies Appropriation Act, 1970.*)

Program and Financing (in thousands of dollars)			
Identification code 05-60-2004-0-1-352	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Financial assistance for low-rent domestic farm labor housing (program costs, funded)-----	2,752	5,700	6,000
Change in selected resources <sup>1</sup> -----	2,252	-3,250	-2,239
10 Total obligations (object class 41.0) -	5,004	2,450	3,761
<b>Financing:</b>			
21 Unobligated balance available, start of year	-1,965	-1,211	-1,261
24 Unobligated balance available, end of year	1,211	1,261	-----
40 Budget authority (appropriation) ---	4,250	2,500	2,500
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net-----	5,004	2,450	3,761
72 Obligated balance, start of year-----	6,187	8,438	5,188
74 Obligated balance, end of year-----	-8,438	-5,188	-2,949
90 Outlays-----	2,753	5,700	6,000

<sup>1</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$6,187 thousand; 1969, \$8,438 thousand; 1970, \$5,188 thousand; 1971, \$2,949 thousand.

*Rural housing for domestic farm labor.*—Financial assistance in the form of grants is provided to public or private nonprofit organizations for low-rent housing and related facilities for domestic farm labor as authorized by the Housing Act of 1964.

Assistance not to exceed two-thirds of the total development cost may be provided for new structures and sites, and for the rehabilitation, alteration, conversion or improvement of dwellings, dining halls, community rooms or buildings, and infirmaries used by domestic farm laborers. Such financial assistance may be made in connection with insured farm labor housing loans under the Rural Housing Insurance Fund.

Rural housing grants for domestic farm labor—obligations:			
	1969 actual	1970 estimate	1971 estimate
Number of grants-----	10	11	16
Amount of grants (thousands of dollars)-----	\$5,004	\$2,450	\$3,761

MUTUAL AND SELF-HELP HOUSING

For grants pursuant to section 523(b)(1)(A) of the Housing Act of 1949 (42 U.S.C. 1490c), **[\$2,125,000]** \$1,250,000, to remain available until expended. (*Department of Agriculture and Related Agencies Appropriation Act, 1970.*)

Program and Financing (in thousands of dollars)			
Identification code 05-60-2006-0-1-352	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
10 Financial assistance for technical and supervisory assistance for mutual and self-help housing (program costs—obligations) (object class 41.0)-----	-----	1,250	2,125
<b>Financing:</b>			
21 Unobligated balance available, start of year	-----	-----	-875
24 Unobligated balance available, end of year	-----	875	-----
40 Budget authority (appropriation)---	-----	2,125	1,250

Relation of obligations to outlays:			
71 Obligations incurred, net-----	-----	1,250	2,125
90 Outlays-----	-----	1,250	2,125

*Mutual and self-help housing.*—This assistance was authorized by section 1005 of the Housing and Urban Development Act of 1968 (Public Law 90-448). These grants are especially designed to aid the development of comprehensive plans to permit an expansion of mutual and self-help housing programs under which groups of families build their own homes by mutually exchanging labor. It is estimated that 15 grants to nonprofit organizations will be made in 1970 and 26 grants will be made in 1971. These organizations will provide technical staffs to assist approximately 1,000 low-income families in 1970 and 1,700 low-income families in 1971 to build their homes by the self-help method.

SALARIES AND EXPENSES

For necessary expenses of the Farmers Home Administration, not otherwise provided for, in administering the programs authorized by the Consolidated Farmers Home Administration Act of 1961 (7 U.S.C. 1921-1991), as amended, title V of the Housing Act of 1949, as amended (42 U.S.C. 1471-1490c, *83 Stat. 399*), the Rural Rehabilitation Corporation Trust Liquidation Act, approved May 3, 1950 (40 U.S.C. 440-444), and for carrying out the responsibilities of the Secretary of Agriculture under sections 235 and 236 of the National Housing Act, as amended (12 U.S.C. 1715z-1715z-1), and section 701 of the Housing Act of 1954, as amended (40 U.S.C. 461), **[\$66,250,000]** \$85,000,000, together with not more than \$2,250,000 of the charges collected in connection with the insurance of loans as authorized by section 309(e) of the Consolidated Farmers Home Administration Act of 1961, as amended, and **[section]** sections 514(b)(3) and 517(i) of the Housing Act of 1949, as amended: *Provided*, That, in addition, not to exceed \$500,000 of the funds available for the various programs administered by this agency may be transferred to this appropriation for temporary field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225) to meet unusual or heavy work **[loan]** load increases: *Provided further*, That no part of any funds in this paragraph may be used to administer a program which makes rural housing grants pursuant to section 504 of the Housing Act of 1949, as amended. (*Department of Agriculture and Related Agencies Appropriation Act, 1970.*)

Program and Financing (in thousands of dollars)			
Identification code 05-60-2001-0-1-352	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Administration of grant and direct and insured loan programs (program costs, funded) <sup>1</sup> -----	62,676	74,310	87,750
Change in selected resources <sup>2</sup> -----	-527	-----	-----
10 Total obligations-----	62,148	74,310	87,750
<b>Financing:</b>			
11 Receipts and reimbursements from:			
Federal funds:			
Advanced from the Agricultural credit insurance fund-----	-1,430	-2,250	-2,250
Advanced from Rural Housing Direct Loan Account, FHA-----	-500	-500	-500
25 Unobligated balance lapsing-----	53	-----	-----
Budget authority-----	60,271	71,560	85,000

<sup>1</sup> Includes capital outlay as follows: 1969, \$273 thousand; 1970, \$400 thousand  
<sup>2</sup> Selected resources as of June 30 are as follows:

	1968	1969	1970	1971
Stores-----	190	176	176	176
Unpaid undelivered orders---	750	186	186	186
Total selected resources	940	362	362	362

## General and special funds—Continued

## SALARIES AND EXPENSES—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-60-2001-0-1-352	1969 actual	1970 est.	1971 est.
Budget authority:			
40 Appropriation.....	59,589	66,250	85,000
41 Transferred to other accounts.....	—53	—55	-----
42 Transferred from other accounts.....	735	-----	-----
43 Appropriation (adjusted).....	60,271	66,195	85,000
44.20 Proposed supplemental for civilian pay act increases.....	-----	5,365	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	60,218	71,560	85,000
72 Obligated balance, start of year.....	3,991	3,752	4,062
74 Obligated balance, end of year.....	—3,752	—4,062	—4,062
77 Adjustments in expired accounts.....	—34	-----	-----
90 Outlays, excluding pay increase supplemental.....	60,423	66,195	84,690
91.20 Outlays from civilian pay act supplemental.....	-----	5,055	310

Funds are available, in addition to funds provided in other accounts, to administer all loan and grant programs of the Administration, including reviewing applications, making and collecting loans, and providing technical assistance and guidance to borrowers; and to assist in extending other Federal programs to people in rural areas.

The recommended increase is primarily for administration of the proposed expansion in the low- to moderate-income program, which is an important part of the President's housing program.

## Object Classification (in thousands of dollars)

Identification code 05-60-2001-0-1-352	1969 actual	1970 est.	1971 est.
Personnel compensation:			
11.1 Permanent positions.....	48,241	58,273	68,075
11.3 Positions other than permanent.....	1,767	2,095	2,493
11.5 Other personnel compensation.....	240	280	335
Total personnel compensation.....	50,248	60,648	70,903
12.1 Personnel benefits: Civilian employees.....	4,131	4,972	5,792
13.0 Benefits for former personnel.....	23	-----	-----
21.0 Travel and transportation of persons.....	3,706	4,070	5,265
22.0 Transportation of things.....	124	135	175
23.0 Rent, communications, and utilities.....	2,641	3,080	3,860
24.0 Printing and reproduction.....	244	275	350
25.0 Other services.....	563	645	790
26.0 Supplies and materials.....	257	275	350
31.0 Equipment.....	208	210	265
42.0 Insurance claims and indemnities.....	3	-----	-----
99.0 Total obligations.....	62,148	74,310	87,750

## Personnel Summary

Total number of permanent positions.....	5,900	6,400	7,525
Full-time equivalent of other positions.....	629	725	850
Average number of all employees.....	6,280	7,028	8,125
Average GS grade.....	7.2	7.3	7.3
Average GS salary.....	\$8,523	\$9,290	\$9,383

## ALLOTMENTS AND ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments from other accounts are included in the schedules of the parent appropriations as follows:

## Agriculture:

Soil Conservation Service:  
"Watershed works of improvement."  
"Flood prevention."  
"Resource conservation and development."

Funds appropriated to the President:

"Economic Opportunity Program."  
"Appalachian Regional Development Programs."

## PAYMENT OF SALES INSUFFICIENCIES

## Program and Financing (in thousands of dollars)

Identification code 05-60-2050-0-1-352	1969 actual	1970 est.	1971 est.
Financing:			
21 Unobligated balance available, start of year.....	—13,268	—10,519	—7,456
23 Unobligated balance transferred to other accounts.....	2,749	3,063	2,815
24 Unobligated balance available, end of year.....	10,519	7,456	4,641
Budget authority.....	-----	-----	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-----	-----	-----
90 Outlays.....	-----	-----	-----

## Public enterprise funds:

## DIRECT LOAN ACCOUNT

Direct loans and advances under subtitles A and B, and advances under section 335(a) for which funds are not otherwise available, of the Consolidated Farmers Home Administration Act of 1961 (7 U.S.C. 1921), as amended, may be made from funds available in the Farmers Home Administration direct loan account as follows: real estate loans, [\$83,000,000] \$45,600,000, and operating loans, \$275,000,000. (*Department of Agriculture and Related Agencies Appropriation Act, 1970.*)

## Program and Financing (in thousands of dollars)

Identification code 05-60-4220-0-3-351	1969 actual	1970 est.	1971 est.
Program by activities:			
Operating costs, funded:			
1. Interest on participation certificates.....	59,296	44,304	31,924
2. Commission on sale of participation certificates.....	626	-----	-----
3. Amortized discount on participation certificates.....	—3	5	5
4. Interest on borrowings.....	-----	7,000	16,750
5. Costs incident to security for loans.....	30	-----	-----
Total operating costs, funded.....	59,949	51,309	48,679
Capital outlay, funded:			
1. Real estate loans:			
Farm ownership loans.....	4,957	5,000	5,000
Soil and water loans.....	67,568	72,450	54,100
2. Operating loans.....	275,117	275,000	275,000
3. Watershed works of improvement loans.....	3,002	5,000	4,000
4. Flood prevention loans.....	140	200	400
5. Resource conservation and development loans.....	979	2,500	2,000
6. Judgment and collateral acquired.....	260	100	150
7. Land and improvements.....	4	-----	-----
Total capital outlay, funded.....	352,027	360,250	340,650
Total program costs, funded.....	411,976	411,559	389,329
Change in selected resources <sup>1</sup> .....	10,584	—10,756	—13,505
10 Total obligations.....	422,560	400,803	375,824
Financing:			
Receipts and reimbursements from:			
11 Federal funds: Investment income participation sales fund.....	—17,693	—10,864	—7,532
14 Non-Federal sources:			
Repayments on loans.....	—296,850	—304,000	—330,640
Proceeds from sale of acquired property.....	—164	—220	—220
Payments of judgments.....	—303	—300	—300
Sale of land and improvements.....	—14	-----	-----
Interest income.....	—61,328	—53,768	—55,753
Other revenue.....	—87	—25	—23



Unobligated balance available, start of year:			
21.48	Undrawn authority to spend agency debt receipts.....	-225,000	
21.98	Fund balance.....	-664,388	-604,714
22	Unobligated balance transferred from participation sales fund.....	-160,000	-370,939
23	Unobligated balance transferred to other accounts.....	238,552	164,819
24.98	Unobligated balance available, end of year: Fund balance.....	604,714	408,269
25	Unobligated balance lapsing (redemption of participation certificates)....	160,000	370,939
	Budget authority.....		
Relation of obligations to outlays:			
71	Obligations incurred, net.....	46,122	31,626
72.98	Obligated balance, start of year.....	5,703	10,184
72.48	Receivables in excess of obligations, start of year.....		-3,509
73	Obligated balance transferred from participation sales fund.....	57,385	52,121
	Obligated balance transferred to participation sales fund.....	-52,163	-55,322
74.98	Obligated balance, end of year.....	-10,184	
74.48	Receivables in excess of obligations, end of year.....		3,509
90	Outlays.....	46,862	42,118

<sup>1</sup> Balance of selected resources are identified on the statement of financial condition.

*Farmers Home Administration direct loan account.*—This account was established on October 16, 1961, pursuant to section 338(c) of the Consolidated Farmers Home Administration Act of 1961. Real estate and operating loans are made under the authorities of subtitles A and B of the act to farmers and ranchers and to associations unable to obtain credit from other sources at reasonable rates. The appropriation act for 1970 provided for making watershed protection loans, flood prevention loans, and resource conservation and development loans from funds available in the Direct loan account. Under Public Law 90-488, farm ownership and operating loans may include funds for enterprises needed to supplement farm income and loans may be made to finance outdoor recreational enterprises or to convert to recreational uses existing farming or ranching operations. Loans made under these and similar prior authorities are reported and accounted for in this account.

In 1970, the total for direct loans reflected in the following schedules is \$349.4 million. In 1971, the total for these loans is \$327.0 million. It is proposed to carry out the estimated loan program through utilization of receipts to the Direct loan account representing collections on loans outstanding and through sales of assets in prior years under the Participation Sales Act of 1966. No new borrowing authority is estimated for 1971.

1. *Real estate loans.*—(a) *Farm ownership loans.*—Direct and insured loans are made to farmers and ranchers for acquiring, enlarging or improving farms, including dwellings and farm buildings; for financing land and water development, use and conservation; for developing recreational or other nonfarm enterprises; for forestry development; for refinancing indebtedness; and for loan closing costs. Loans are confined to farms which are not larger than family farms and cannot exceed the normal value of the farm or \$60 thousand whichever is the lesser. The loan limitation includes the unpaid indebtedness against the farm or other security.

## FARM OWNERSHIP LOANS—OBLIGATIONS

[Dollars in thousands]						
		1969 actual		1970 estimate		1971 estimate
		Number	Amount	Number	Amount	Number Amount
Number of applications..	34,388			45,000		50,000
Direct loans.....	293		\$4,999	300	\$5,000	300 \$5,000
Insured loans.....	13,409		272,121	10,170	203,500	10,335 210,000

(b) *Recreation loans.*—Insured recreation loans are made to individual farmers and ranchers for converting all or a portion of the farms or ranches they own or operate to outdoor income-producing recreation enterprises which will supplement or supplant farm income and permit carrying on sound and successful operations.

## RECREATION LOANS TO INDIVIDUALS—OBLIGATIONS

[Dollars in thousands]						
		1969 actual		1970 estimate		1971 estimate
		Number	Amount	Number	Amount	Number Amount
Number of applications..	285			500		600
Insured loans.....	62		\$1,904	260	\$6,000	338 \$8,000

(c) *Soil and water loans to individuals and association loans.*—Direct and insured loans are made to farmers, ranchers, and nonoperator owners for land and water development, use and conservation. Direct and insured loans are made to public and nonprofit associations for the effective development and utilization of water supplies and waste disposal systems and for the improvement of land by soil and water conserving facilities and practices. Loans to associations also are made for shifts in land use including grazing, the development of recreational facilities, and for irrigation development. Direct land conservation and development loans to individuals are made in the Appalachian region to establish and carry out land stabilization, conservation, and erosion control practices. There is no limitation on the size of farms that may be improved with loans to individual farmers. For loans to individuals, a loan cannot exceed the normal value of the farm or \$60 thousand whichever is the lesser. The loan limitation includes the unpaid indebtedness against the farm or other security. For loans to associations, the unpaid principal indebtedness, together with the amount of any grant assistance, is limited to \$4 million. Loans to associations may be made to serve residents of open country and rural towns and villages of not more than 5,500 population, which are not part of an urban area.

## SOIL AND WATER AND LAND CONSERVATION AND DEVELOPMENT (APPALACHIA) LOANS TO INDIVIDUALS AND ASSOCIATION LOANS—OBLIGATIONS

[Dollars in thousands]						
		1969 actual		1970 estimate		1971 estimate
		Number	Amount	Number	Amount	Number Amount
Number of applications.....	4,851			8,000		10,000
Direct loans:						
To individuals.....	617	\$3,000	65	\$250	65	\$250
To individuals (Appalachia).....	25	22	100	100	100	100
To associations:						
Water and sewer systems.....	471	74,657	446	64,000	306	40,000
Recreation facilities.....			2	100		
Irrigation.....	6	342	5	250	5	250
Insured loans:						
To individuals.....	347	1,999	380	2,250	165	1,000
To associations:						
Water and sewer systems.....	492	89,990	528	80,000	595	86,000
Recreation facilities.....	184	18,345	87	7,000	47	2,000
Grazing.....	96	12,450	46	5,000	64	7,600
Irrigation.....	12	305	70	2,250	35	1,000



## Public enterprise funds—Continued

## DIRECT LOAN ACCOUNT—Continued

Estimates for fiscal year 1970 and fiscal year 1971 are subject to minor shifts between some categories.

Farm ownership, recreation, soil and water, and land conservation and development loans to individuals and associations are repayable in not more than 40 years and bear interest not in excess of 5%. Insured loans are made through the Agricultural credit insurance fund with funds advanced by private lenders. Annual payments of principal and interest to lenders are fully guaranteed. The Administration services these insured loans, makes collections, and pays the lenders.

2. *Operating loans.*—Direct loans are made to farmers and ranchers for costs incident to reorganizing a farming system for more profitable operations; for a variety of essential farm expenses such as the purchase of livestock, farm equipment, feed, seed, fertilizer, and farm supplies, and other essential farm operating expenses, including cash rent, and costs incident to the production and harvesting of forestry products; for financing land and water development, use and conservation; for developing recreational or other nonfarm enterprises; for refinancing indebtedness; for other farm and home needs; and for loan closing costs. Loans are confined to operators of not-larger-than-family farms. The outstanding principal loan balance for operating loans to any individual is limited to \$35 thousand. Loans bear interest at a rate based on the average rate paid by the U.S. Treasury on obligations with a similar maturity period. The rate for fiscal year 1970 is 6%. Loans may be made for periods up to 7 years, but may be renewed for not more than 5 additional years. Loans are secured by crop and chattel liens and, when necessary, by real estate mortgages.

## FARM OPERATING LOANS—OBLIGATIONS

	1969 actual	1970 estimate	1971 estimate
Number of applications.....	73,029	85,000	100,000
Number of loans.....	50,811	52,500	51,400
Amount of loans (in thousands of dollars).....	275,000	275,000	275,000

3. *Watershed works of improvement loans.*—Direct loans are made to local sponsoring organizations to help finance their share of the cost of installing planned works of improvement in approved watershed projects. Repayment with interest is required within 50 years after the principal benefits of improvements first become available.

## WATERSHED WORKS OF IMPROVEMENT LOANS—OBLIGATIONS

	1969 actual	1970 estimate	1971 estimate
Number of applications.....	25	55	85
Number of loans.....	23	17	25
Amount of loans (in thousands of dollars).....	3,200	3,000	4,000

4. *Flood prevention loans.*—Direct loans are made to local sponsoring organizations to help finance their share of the cost of installing planned works of improvement in approved flood prevention projects. Repayment with interest is required within 50 years after the principal benefits of improvements first become available.

## FLOOD PREVENTION LOANS—OBLIGATIONS

	1969 actual	1970 estimate	1971 estimate
Number of applications.....	7	8	4
Number of loans.....	-	5	7
Amount of loans (in thousands of dollars).....	-	200	400

5. *Resource conservation and development loans.*—Direct loans are made to local sponsoring organizations and to

individuals, when needed, to help finance their share of the cost of installing planned works of improvement in approved resource conservation and development projects. Loans are repayable in not more than 30 years, with repayment of principal and interest deferred up to 5 years if necessary.

## RESOURCE CONSERVATION AND DEVELOPMENT LOANS—OBLIGATIONS

	1969 actual	1970 estimate	1971 estimate
Number of applications.....	41	50	75
Number of loans.....	24	19	23
Amount of loans (in thousands of dollars).....	1,500	1,500	2,000

The budget authority required for "Insufficiencies" is computed as follows (in thousands of dollars):

	1969 actual	1970 estimate	1971 estimate
Interest accrued on participation certificates.....	59,296	44,304	31,924
Participation sales expenses.....	623	5	5
Interest accrued on an equal amount of loans in the pool.....	-31,634	-28,100	-19,900
Insufficiency.....	28,285	16,209	12,029
Financed by:			
Investment income from participation sales trust fund.....	-17,693	-10,864	-7,532
Retained earnings reserved to meet insufficiencies.....	-10,592	-5,345	-4,497
Budget authority required.....			

## Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1969 actual	1970 est.	1971 est.
Operating program:			
Revenue.....	67,065	58,072	60,080
Investment income from participation sales fund.....	17,693	10,864	7,532
Gross operating income.....	84,757	68,936	67,612
Expense:			
Operating expense.....	17,831	26,967	40,791
Interest on participation certificates.....	59,296	44,304	31,924
Commission on sale of participation certificates.....	626		
Amortized discount on participation certificates.....	-3	5	5
Total expense.....	77,750	71,276	72,720
Net operating income or loss.....	7,007	-2,340	-5,108
Nonoperating income or loss:			
Proceeds from sale of acquired property:			
Cash.....	164	220	220
Loans receivable.....	376	400	400
Total proceeds from sale.....	540	620	620
Net book value of assets sold.....	462	570	570
Nonoperating loss or gain.....	78	50	50
Net income or loss for year.....	7,086	-2,290	-5,058
Analysis of retained earnings:			
Retained earnings, start of year.....	108,950	116,036	113,746
Retained earnings, end of year.....	116,036	113,746	108,688
Reserved for insufficiencies on participation certificates.....	37,085	31,740	27,243
Unreserved.....	78,951	82,006	81,445

## Financial Condition (in thousands of dollars)

	1968 actual	1969 actual	1970 est.	1971 est.
Assets:				
Treasury balance.....	670,090	614,898	404,760	316,749
Accounts receivable, net.....	45,631	64,415	56,334	59,328
Loans receivable, net.....	1,130,054	1,175,963	1,218,903	1,209,207



Acquired security or collateral.....	299	377	327	277
Land and improvements.....	39	6	6	6
Judgments, net.....	580	586	621	684
<b>Total assets.....</b>	<b>1,846,693</b>	<b>1,856,245</b>	<b>1,680,951</b>	<b>1,586,251</b>
<b>Liabilities:</b>				
Current.....	37	12,049	1,073	6,233
Interest collections in escrow for trustee.....	1,603	2,271	2,229	1,913
Participation certificates outstanding.....	863,000	928,000	557,061	476,187
Principal collections in escrow for trustee.....	8,522	10,700	15,067	9,600
Principal payments to be applied to redemption of participation certificates.....	-228,960	-309,691	-107,938	-116,597
<b>Government Equity:</b>				
Interest-bearing capital.....	597,960	597,960	597,960	597,960
Non-interest-bearing capital:				
Capitalization of assets, net:				
Start of year.....	483,587	488,481	491,820	494,653
Capitalized assets from FHA—Other.....	4,894	3,339	2,833	514
End of year.....	488,481	491,820	494,653	495,167
Appropriations.....	7,100	7,100	7,100	7,100
Retained earnings:				
Reserved to cover insufficiencies on participation certificates.....	48,792	37,085	31,740	27,243
Unreserved.....	60,158	78,950	82,006	81,445
<b>Total Government equity.....</b>	<b>1,202,491</b>	<b>1,212,915</b>	<b>1,213,459</b>	<b>1,208,915</b>

## Analysis of Government Equity (in thousands of dollars)

Undisbursed loan obligations <sup>1</sup> .....	49,601	60,185	49,434	35,934
Undisbursed obligations to pay cost chargeable to borrowers accounts <sup>1</sup> .....	2	-----	-----	-----
Unobligated balance.....	664,387	604,713	408,269	331,913
Unamortized discount <sup>1</sup> .....	91	94	89	84
Participation certificates outstanding less principal collections held by trustee.....	-634,040	-618,309	-449,123	-359,590
Principal collections in escrow for trustee.....	-8,522	-10,700	-15,067	-9,600
Invested capital and earnings.....	1,130,971	1,176,933	1,219,857	1,210,174
<b>Total Government equity.....</b>	<b>1,202,491</b>	<b>1,212,915</b>	<b>1,213,459</b>	<b>1,208,915</b>

<sup>1</sup> The changes in these items are reflected on the program and financing schedule.

## Object Classification (in thousands of dollars)

Identification code 05-60-4220-0-3-351	1969 actual	1970 est.	1971 est.
25.0 Other services.....	623	-----	-----
33.0 Investments and loans.....	362,640	349,499	327,150
43.0 Interest and dividends.....	-----	7,000	16,750
Interest on participation certificates.....	59,296	44,304	31,924
99.0 <b>Total obligations.....</b>	<b>422,560</b>	<b>400,803</b>	<b>375,824</b>

## SELF-HELP HOUSING LAND DEVELOPMENT FUND

For direct loans pursuant to section 523(b)(1)(B) of the Housing Act of 1949 (42 U.S.C. 1490c) and related advances, **[\$1,000,000]** \$600,000, to remain available until expended. (Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-60-4222-0-3-352	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
10 Loans for land development (program costs, obligations) (object class 33.0).....	-----	1,200	1,600
<b>Financing:</b>			
14 Receipts and reimbursements from: Non-Federal sources:			
Repayment on loans.....	-----	-----	-565
Interest income.....	-----	-----	-35
21 Unobligated balance available, start of year.....	-----	-600	-400
24 Unobligated balance available, end of year.....	600	400	-----
40 <b>Budget authority (appropriation)....</b>	<b>600</b>	<b>1,000</b>	<b>600</b>
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	-----	1,200	1,000
90 <b>Outlays.....</b>	<b>-----</b>	<b>1,200</b>	<b>1,000</b>

**Self-Help Housing Land Development Fund.**—This fund was authorized by section 1005 of the Housing and Urban Development Act of 1968 (Public Law 90-448). The Self-Help Housing Land Development Fund is used as a revolving fund for making loans to public or private nonprofit organizations for the acquisition and development of land as building sites to be subdivided and sold to eligible families, nonprofit organizations and cooperatives. It is estimated that 30 loans will be made in 1970 and 40 loans will be made in 1971.

## Financial Condition (in thousands of dollars)

	1968 actual	1969 actual	1970 est.	1971 est.
<b>Assets:</b>				
Treasury balance.....	-----	600	400	-----
Loans receivable, net.....	-----	-----	1,200	2,235
<b>Total assets.....</b>	<b>-----</b>	<b>600</b>	<b>1,600</b>	<b>2,235</b>
<b>Government equity:</b>				
Appropriations.....	-----	600	1,600	2,200
Retained earnings.....	-----	-----	-----	35
<b>Total Government equity.....</b>	<b>-----</b>	<b>600</b>	<b>1,600</b>	<b>2,235</b>

## Analysis of Government Equity (in thousands of dollars)

	1968 actual	1969 actual	1970 est.	1971 est.
Unobligated balance.....	-----	600	400	-----
Invested capital and earnings.....	-----	-----	1,200	2,235
<b>Total Government equity.....</b>	<b>-----</b>	<b>600</b>	<b>1,600</b>	<b>2,235</b>

## RURAL HOUSING [DIRECT LOAN ACCOUNT] INSURANCE FUND

For direct loans and related advances pursuant to section 518(d) 517(m) of the Housing Act of 1949 (42 U.S.C. 1488), \$30,000,000 1949, as amended, \$19,000,000 shall be available from funds in the rural housing [direct loan account. Hereafter, farmer applicants for direct or insured rural housing loans shall be required to provide only such collateral security as is required of owners of nonfarm tracts] insurance fund.

For an additional amount for the rural housing insurance fund, as authorized by section 521(c) of the Housing Act of 1949 (42 U.S.C. 1490a(c)), \$334,000. (Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Public enterprise funds—Continued

RURAL HOUSING [DIRECT LOAN ACCOUNT]  
INSURANCE FUND—Continued

## Program and Financing (in thousands of dollars)

Identification code 05-60-4141-0-3-352	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Operating costs, funded:			
Administrative expense.....	500	500	500
Interest on borrowings.....	12,186	11,200	16,500
Interest on participation certificates.....	14,575	12,928	11,461
Amortized discount on participation certificates.....	-5	10	10
Premium interest paid note holders.....	10,858	22,000	50,000
Interest expense on withheld collections.....	3,678	7,000	8,000
Other expense.....	756	3,015	5,020
Total operating costs.....	42,548	56,653	91,491
<b>Capital outlay, funded:</b>			
Loans made:			
Loans made from fund.....	502,748	837,700	1,434,134
Judgments and collateral acquired.....	140	102	112
For payments of delinquent installments.....	2,512	2,600	3,000
Advances on behalf of borrowers.....	700	250	400
Purchase of loans from lenders.....	190,377	377,500	174,000
Total capital outlay.....	696,477	1,218,152	1,611,646
Total program costs, funded.....	739,025	1,274,805	1,703,137
Change in selected resources <sup>1</sup> .....	-943	9,990	47,856
10 Total obligations.....	738,082	1,284,795	1,750,993
<b>Financing:</b>			
Receipts and reimbursements from:			
11 Federal funds: Investment income from participation sales fund.....	-1,563	-1,379	-1,636
14 Non-Federal sources:			
Repayments on loans.....	-138,027	-175,600	-245,811
Less payments to note holders.....	86,142	100,000	177,000
Subtotal, repayments on loans held.....	-51,885	-75,600	-68,811
Repayments on advances.....	-2,181	-1,500	-2,300
Sale of loans.....	-580,256	-824,600	-2,234,624
Insurance premiums.....	-284	-480	-525
Proceeds from sale of acquired property.....	-154	-145	-135
Interest income.....	-34,617	-47,771	-36,487
Fees and other revenue.....	-23	-6	-6
Unobligated balance available, start of year:			
21.47 Authority to spend public debt receipts.....		-107,710	-30,321
21.98 Fund balance.....	-433,014	-340,341	-40,794
22 Unobligated balance transferred from other accounts.....	-2,749	-3,063	-2,815
Unobligated balance transferred from participation sales fund.....	-23,915	-26,000	-53,080
23 Unobligated balance transferred to participation sales fund.....	25,950	47,181	38,800
Unobligated balance available, end of year:			
24.47 Authority to spend public debt receipts.....	107,710	30,321	163,069
24.98 Fund balance.....	340,341	40,794	465,926
25 Unobligated balance lapsing (redemption of participation certificates).....	23,915	26,000	53,080
Budget authority.....	105,358	496	334

## Budget authority:

40 Current:			
Appropriation.....			334
Permanent:			
60 Appropriation.....	893	496	
67 Authority to spend public debt receipts.....	104,465		

## Distribution of budget authority by account:

Rural housing direct loan account.....	893	496	
Rural housing insurance fund.....	104,465		334

## Relation of obligations to outlays:

71 Obligations incurred, net.....	67,120	333,314	-593,531
Obligated balance, start of year:			
72.47 Authority to spend public debt receipts.....	49,006	111,671	89,060
72.98 Fund balance.....	11,680	4,799	28,362
73 Obligated balance, transferred from participation sales fund.....	15,309	12,936	12,093
73 Obligated balance, transferred to participation sales fund.....	-16,374	-12,610	-14,040
Obligated balance, end of year:			
74.47 Authority to spend public debt receipts.....	-111,671	-89,060	-121,712
74.98 Fund balance.....	-4,799	-28,362	-36,338
90 Outlays.....	10,270	332,688	-636,106

## Distribution of outlays by account:

Rural housing direct loan account.....	-36,391	-28,560	
Rural housing insurance fund.....	46,661	361,248	-636,106

<sup>1</sup> Balances of selected resources are identified on the statement of financial condition (analysis of Government equity).

This fund was established in 1965 pursuant to section 517(e) of title V of the Housing Act of 1949, as amended by Public Law 89-117 and Public Law 89-754. This fund is used to insure rural housing loans, farm labor housing loans, and loans for rural rental housing. Initial capitalization of the fund at \$100 million was provided by the Supplemental Appropriation Act, 1966.

If the borrowers are persons of low or moderate income, and if their need for necessary housing cannot be met with financial assistance from other sources, including assistance available under sections 235 or 236 of the National Housing Act, the loans made by the Farmers Home Administration will bear interest at 6¼% with provisions for interest credits up to 5¼% under certain circumstances. Loans to persons other than those of low or moderate income bear interest currently at a rate of 7½% plus a ½ of 1% insurance charge. The other than low- to moderate-income housing program is being discontinued in 1971. Procedures are being developed to more effectively utilize HUD housing authorities in serving this target population in rural areas.

## RURAL HOUSING LOAN OBLIGATIONS

[Dollars in millions]

	1969 actual		1970 estimate		1971 estimate	
	Number	Amount	Number	Amount	Number	Amount
Number of applications.....	128,813	---	150,000	---	200,000	---
<b>Direct loans:</b>						
Low- to moderate-income loans.....	1,394	\$3	2,450	\$7	2,450	\$7
Very low-income housing repair loans.....	5,514	6	10,200	10	10,300	10
Rural rental housing loans.....	17	1	33	1	50	2
Total, direct.....	6,925	9	12,683	18	12,800	19
<b>Insured loans:</b>						
Farm labor housing loans.....	28	4	70	7	103	10
Rural rental housing loans.....	373	17	410	19	730	35



Low- to moderate-income building loans (individuals).....	44,397	438	79,500	784	143,500	1,418
Above moderate-income building loans (individuals).....	3,133	40	1,760	20	-----	-----
Total, insured.....	47,931	498	81,740	830	144,333	1,463

Estimates for fiscal years 1970 and 1971 are subject to minor shifts between some categories.

The Housing and Urban Development Act of 1969 (Public Law 91-152, approved December 24, 1969) provided that the Rural housing direct loan account be abolished and that the assets and liabilities of, and authorizations applicable to, that direct loan account be transferred to the Rural housing insurance fund. Subsequent to the date of such transfer, the direct loans estimated above will be made from the Rural housing insurance fund.

Direct loans heretofore made from the Rural housing direct loan account are for the following purposes:

1. *Low- to moderate-income loans.*—Loans of \$1,000 or less are made at an interest rate of 6½% and are repayable in not more than 10 years when the loan cannot be made on an insured basis. Disaster loans without a limit as to amount are made at 3% interest to provide for repair or replacement of farm or rural dwellings, farm service buildings, and related facilities damaged by a natural disaster. These loans are repayable in not more than 33 years and are made to farm owners, to owners of other real estate in rural areas, to long-term farm leaseholders, and to other rural residents. Loans are made to construct, repair, or replace dwellings and essential farm service buildings and may include funds to buy a house, farm service buildings, and a building site.

2. *Very low-income housing repair loans.*—Repair and improvement loans not in excess of \$1,500 are made to very low-income families who are owners of farms or nonfarm rural property to repair or improve their dwellings and essential farm buildings in order to make them safe and sanitary and to remove health hazards to the families and the community. These loans are made at 1% interest and are repayable in not more than 10 years.

3. *Rural rental housing loans.*—Loans are made to private nonprofit corporations and consumer cooperatives to provide modest cost rental or cooperative housing and related facilities for elderly persons in rural areas with low or moderate incomes or other persons with low incomes in rural areas. These loans which bear 3% interest and are repayable in not more than 50 years are generally restricted to existing borrowers who need subsequent loans.

The new obligational authority required for Insufficiencies is computed as follows (in thousands of dollars):

	1969 actual	1970 estimate	1971 estimate
Interest accrued on participation certificates.....	14,575	12,928	11,461
Amortized discount on participation certificates.....	—5	10	10
Interest accrued on an equal amount of loans in the pool.....	—8,977	—8,000	—7,020
Insufficiency.....	5,593	4,938	4,451
Financed by:			
Investment income from participation sales trust fund.....	—1,563	—1,379	—1,636
Transfer from other accounts.....	—2,749	—3,063	—2,815

Retained earnings reserved to meet insufficiencies.....	—387	-----	-----
Budget authority required.....	893	496	-----
Portion of budget authority applicable to: Sales authorized in 1967 appropriations.....	893	496	-----

#### Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1969 actual	1970 est.	1971 est.
Operating program:			
Revenue.....	34,937	53,270	42,958
Investment income from participation sales fund, net.....	1,563	1,379	1,636
Gross operating income.....	36,500	54,649	44,594
Expense:			
Operating expense.....	35,813	52,399	93,599
Amortized discount on participation certificates.....	—5	10	10
Interest on participation certificates.....	14,575	12,928	11,461
Total expense.....	50,383	65,337	105,070
Net operating income or loss.....	—13,883	—10,688	—60,476
Nonoperating income or loss:			
Proceeds from sale of acquired property:			
Cash.....	154	145	135
Loans receivable.....	606	750	850
Total proceeds from sale.....	760	895	985
Net book value of assets sold.....	756	890	980
Gain on sale of acquired property.....	4	5	5
Discount on insured loans sold.....	—399	-----	-----
Net operating gain or loss (—).....	—395	5	5
Net income or loss for year.....	—14,277	—10,683	—60,471
Analysis of retained earnings:			
Retained earnings, start of year:			
Reserved for insufficiencies on participation certificates.....	387	-----	-----
Unreserved.....	7,050	—6,043	—19,169
Appropriation and transfers to meet insufficiencies.....	797	3,642	3,559
Total.....	8,234	—2,401	—15,610
Retained earnings, end of year:			
Unreserved.....	—6,043	—19,169	—76,081
Appropriations and transfers to meet insufficiencies.....	3,642	3,559	2,815
Total.....	—2,401	—15,610	—73,266

#### Financial Condition (in thousands of dollars)

	1968 actual	1969 actual	1970 est.	1971 est.
Assets:				
Treasury balance.....	444,693	345,140	69,156	502,264
Accounts receivable, net:				
Transferred from rural housing direct loan account.....	7,768	6,859	6,956	-----
Other.....	4,998	8,153	20,804	34,409
Total, accounts receivable, net.....	12,766	15,012	27,760	34,409
Loans receivable, net:				
Transferred from rural housing direct loan account.....	616,943	582,672	556,240	-----
Other.....	137,375	230,982	571,871	434,151
Total, loans receivable.....	754,318	813,654	1,128,111	434,151
Judgments, net:				
Transferred from rural housing direct loan account.....	4	7	12	-----
Other.....	-----	-----	-----	16

## Public enterprise funds—Continued

## RURAL HOUSING [DIRECT LOAN ACCOUNT] INSURANCE FUND—Con

## Financial Condition (in thousands of dollars)—Continued

	1968 actual	1969 actual	1970 est.	1971 est.
<b>Assets—Continued</b>				
Acquired security or collateral:				
Transferred from rural housing direct loan account	217	216	226	-----
Other	39	451	651	1,097
Total, acquired security or collateral	256	667	877	1,097
Total assets	1,212,037	1,174,480	1,225,916	971,937
<b>Liabilities:</b>				
Transferred from rural housing direct loan account:				
Current	2,818	1,537	2,067	-----
Interest collections in escrow for trustee	829	1,412	1,200	-----
Participation certificates outstanding	262,000	238,085	212,085	-----
Principal collections in escrow for trustee	2,752	4,209	2,600	-----
Principal repayments to be applied to redemption of participation certificates	-21,643	-25,136	-38,622	-----
Total liabilities transferred	246,756	220,107	179,330	-----
Other:				
Accounts payable and accrued liabilities	32,014	91,686	95,078	235,029
Provision for potential losses on loans held by note-holders	-----	5,964	7,995	16,117
Total liabilities	278,770	317,757	282,403	251,146
<b>Government equity:</b>				
Interest bearing capital:				
Start of year:				
Transferred from rural housing direct loan account	663,428	663,428	555,718	-----
Other	-----	23,600	65,400	721,118
Total, interest-bearing capital	663,428	687,028	621,118	721,118
Borrowings from Treasury, net:				
Rural housing direct loan account	-----	-107,710	-----	-----
Other	23,600	41,800	100,000	-165,400
Total, net borrowings	23,600	-65,910	100,000	-165,400
<b>End of year:</b>				
Rural housing direct loan account	663,428	555,718	555,718	-----
Other	23,600	65,400	165,400	555,718
Total, interest-bearing capital	687,028	621,118	721,118	555,718
<b>Non-interest-bearing capital:</b>				
Transferred from rural housing direct loan account	138,005	138,005	138,005	-----
Other	-----	-----	-----	138,005
Appropriation	100,000	100,000	100,000	100,334
<b>Retained earnings:</b>				
Transferred from rural housing direct loan account:				
Reserved to cover insufficiencies on participation certificates	387	-----	-----	-----

Unreserved	8,595	13,470	13,192	-----
Other	-748	-15,871	-28,802	-73,266
Total, retained earnings	8,234	-2,401	-15,610	-73,266
Total Government equity	933,267	856,722	943,513	720,791

## Analysis of Government Equity and Undrawn Authorizations (in thousands of dollars)

	1968 actual	1969 actual	1970 est.	1971 est.
Undisbursed loan obligations <sup>1</sup>	37,604	36,655	46,655	94,521
Unobligated balance	433,014	448,051	71,115	628,995
Unamortized discount	183	188	178	168
Undisbursed obligations to pay recoverable loan costs	3	4	4	4
Participation certificates outstanding less principal collections held by trustee	-240,357	-212,949	-173,463	-135,713
Principal collections in escrow for trustee	-2,752	-4,209	-2,600	-1,550
Invested capital and earnings	754,578	808,363	1,121,005	419,147
Subtotal	982,273	1,076,103	1,062,894	1,005,572
Less undrawn authorization	-49,006	-219,381	-119,381	-284,781
Total Government equity	933,267	856,722	943,513	720,791

Note.—This statement excludes contingent liabilities for insured loans in principal amounts as of June 30: 1969, \$1,131,499 thousand; 1970, \$1,485,600 thousand; 1971, \$3,389,224 thousand.

<sup>1</sup> The changes in these items are reflected on the program and financing schedule.

## Object Classification (in thousands of dollars)

Identification code 05-60-4141-0-3-352	1969 actual	1970 est.	1971 est.
25.0 Other services	1,256	3,515	5,520
33.0 Investments and loans	695,534	1,228,142	1,659,502
43.0 Interest and dividends	26,722	40,200	74,500
Interest on participation certificates	14,570	12,938	11,471
99.0 Total obligations	738,082	1,284,795	1,750,993

## EMERGENCY CREDIT REVOLVING FUND (DISASTER LOANS)

For an additional amount for the Emergency Credit Revolving Fund, as authorized by the Act of August 8, 1961 (7 U.S.C. 1967), \$31,918,000. (Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-60-4104-0-3-351	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Capital outlay, funded:			
Loans made: Emergency loans	113,869	64,000	67,000
Judgments and collateral acquired	39	30	30
Total capital outlay, funded	113,908	64,030	67,030
Operating costs, funded:			
Administrative expense	6,224	6,825	6,130
Other expense	1,695	5	-----
Total operating costs, funded	7,919	6,830	6,130
Total program costs, funded	121,827	70,860	73,160
Change in selected resources <sup>1</sup>	298	-----	-----
10 Total obligations	122,125	70,860	73,160



<b>Financing:</b>				
14	Receipts and reimbursements from: Non-Federal sources:			
	Repayments on loans.....	-102,268	-114,303	-73,900
	Proceeds from sale of acquired property.....	-24	-40	-40
	Payments on judgments.....	-42	-40	-40
	Revenue.....	-2,969	-3,484	-2,236
21	Unobligated balance available, start of year	-29,252	-12,429	-61,354
23	Unobligated balance transferred to other accounts.....		30,000	
24	Unobligated balance available, end of year	12,429	61,354	64,410
40	Budget authority (appropriation).....		31,918	
Relation of obligations to outlays:				
71	Obligations incurred, net.....	16,821	-47,007	-3,056
72	Obligated balance, start of year.....		842	
	Receivables in excess of obligations, start of year.....	-2,020		-927
74	Obligated balance, end of year.....	-842		
	Receivables in excess of obligations, end of year.....		927	1,031
90	Outlays.....	13,960	-45,238	-2,952

<sup>1</sup> Balances of selected resources are identified on the statement of financial condition.

This fund is authorized by subtitle C of the Consolidated Farmers Home Administration Act of 1961 to finance emergency loans in areas where agricultural credit is not readily available because of natural disasters. Loans are generally confined to areas designated by the Secretary as emergency areas. Loans may be made outside of such areas under certain conditions, to eligible applicants who have suffered severe production losses not general to the area. Loans also may be made to previously indebted borrowers to permit orderly repayment of such indebtedness.

**Loans.**—(a) *Emergency loans.*—Emergency loans are made at 3% interest to eligible farmers, ranchers, or oyster planters and to domestic corporations or partnerships engaged primarily in farming, ranching, or oyster planting. Loans are made primarily for financing farm operating needs, family living expenses, and a number of closely related purposes. Public Law 91-79, approved October 1, 1969, authorized loans until December 31, 1970, with special provisions for refinancing real estate debts under restricted conditions, for cancellation of a portion of interest and principal up to \$1,800, and for deferment of interest and principal payments up to 3 years on loans for other than operating expenses; it also authorized loans to eligible applicants who are able to obtain credit elsewhere except that such loans will bear interest at 5% and no part of such loans may be canceled or deferred.

(b) *Other loans.*—Where necessary to protect the Government's investment, obligations are incurred in connection with outstanding loans to provide for payment of such costs as taxes and insurance. Such advances are charged to the borrowers' accounts.

**Administrative expenses.**—The administrative expenses are related to the emergency loan program of the Administration. These expenses are estimated at \$6.8 million in 1970 and \$6.1 million in 1971. Any additional expenses are paid from the appropriation Salaries and expenses. Administrative expenses for the Office of the General Counsel are estimated at \$39 thousand in 1970 and 1971.

**Financing the program.**—No new budgetary authorization is required for 1971. A net loss of \$6.9 million is estimated on an accrual basis. Receipts are estimated to exceed expenditures by \$3.0 million on a cash basis. During 1971, the program will be wholly financed by receipts from operations of the revolving fund.

**Operating results and financial conditions.**—Revenue for 1971, consisting principally of interest on loans, is estimated at \$3 million, compared to expense of \$9.9 million, resulting in an estimated loss of \$6.9 million. A net gain of \$2.3 million is estimated for 1970, and a net loss of \$9.8 million resulted in 1969.

Loans receivable after allowance for losses, are expected to amount to \$70.6 million on June 30, 1971, as compared to \$80.6 million on June 30, 1970, and \$125.3 million on June 30, 1969.

The Government investment at June 30, 1971, is expected to be \$137.8 million, consisting of \$267.8 million appropriated and donated, less a deficit of \$133 million.

## EMERGENCY LOAN OBLIGATIONS

	1969 actual	1970 estimate	1971 estimate
Number of loans.....	20,686	11,400	11,900
Amount of loans (in thousands of dollars).....	114,716	64,000	67,000

## Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1969 actual	1970 est.	1971 est.
<b>Operating program:</b>			
Revenue.....	3,606	4,095	3,002
Expense.....	-13,385	-1,783	-9,863
Net operating income or loss (—).....	-9,779	2,312	-6,861
<b>Nonoperating profit or loss:</b>			
Proceeds from sale of collateral:			
Cash.....	24	40	40
Loans receivable.....	14	25	25
Total proceeds from sale of collateral.....	38	65	65
Net book value of assets sold.....	31	60	60
Net nonoperating income.....	7	5	5
Net income or loss (—) for the year.....	-9,772	2,317	-6,856
<b>Analysis of deficit:</b>			
Deficit, start of year.....	-115,621	-125,393	-123,076
Deficit, end of year.....	-125,393	-123,076	-129,932

## Financial Condition (in thousands of dollars)

	1968 actual	1969 actual	1970 est.	1971 est.
<b>Assets:</b>				
Treasury balance.....	27,232	13,271	60,427	63,379
Accounts receivable, net.....	4,167	3,295	3,254	3,358
Loans receivable, net.....	118,580	125,325	80,573	70,598
Acquired security or collateral.....	185	187	227	267
Other assets.....	13			
Judgments, net.....	178	196	219	242
Total assets.....	150,355	142,275	144,700	137,844
<b>Liabilities:</b>				
Current.....	118	1,810		
<b>Government equity:</b>				
Advances from Commodity Credit Corp.....	30,000	30,000		
Non-interest-bearing capital.....	235,858	235,858	267,776	267,776
Deficit.....	-115,621	-125,393	-123,076	-129,932
Total Government equity.....	150,237	140,465	144,700	137,844

## Analysis of Government Equity (in thousands of dollars)

	1969 actual	1970 est.	1971 est.
Undisbursed loan obligations <sup>1</sup> .....	2,029	2,327	2,327
Unobligated balances.....	29,252	12,430	61,354
Invested capital and earnings.....	118,956	125,708	81,019
Total Government equity.....	150,237	140,465	144,700

<sup>1</sup> The changes in these items are reflected on the program and financing schedule.

## Public enterprise funds—Continued

## EMERGENCY CREDIT REVOLVING FUND (DISASTER LOANS)—Continued

## Object Classification (in thousands of dollars)

Identification code 05-60-4104-0-3-351	1969 actual	1970 est.	1971 est.
<b>FARMERS HOME ADMINISTRATION</b>			
Personnel compensation:			
11.1 Permanent positions.....	4,815	5,214	4,831
11.3 Positions other than permanent.....	195	90	90
11.5 Other personnel compensation.....	24	25	25
Total personnel compensation.....	5,034	5,329	4,946
12.1 Personnel benefits: Civilian employees.....	414	426	395
13.0 Benefits for former personnel.....	2		
21.0 Travel and transportation of persons.....	371	360	350
22.0 Transportation of things.....	12	22	15
23.0 Rent, communications, and utilities.....	264	407	255
24.0 Printing and reproduction.....	24	46	25
25.0 Other services.....	58	90	60
26.0 Supplies and materials.....	26	64	25
31.0 Equipment.....	5	42	20
33.0 Investments and loans.....	114,206	64,030	67,030
43.0 Interest and dividends.....	1,695	5	
Total obligations, Farmers Home Administration.....	122,111	70,821	73,121
<b>ALLOTMENT TO THE OFFICE OF THE GENERAL COUNSEL</b>			
11.1 Personnel compensation: Permanent positions.....	12	36	36
12.1 Personnel benefits: Civilian employees.....	1	2	2
24.0 Printing and reproduction.....	1	1	1
Total obligations, Office of the General Counsel.....	14	39	39
99.0 Total obligations.....	122,125	70,860	73,160

## Personnel Summary

## FARMERS HOME ADMINISTRATION

Total number of permanent positions.....	625	625	550
Full-time equivalent of other positions.....	24	10	10
Average number of all employees.....	625	635	560
Average GS grade.....	7.2	7.3	7.3
Average GS salary.....	\$8,523	\$9,290	\$9,383

## ALLOTMENT TO THE OFFICE OF THE GENERAL COUNSEL

Total number of permanent positions.....	4	4	4
Average number of all employees.....	1	4	4
Average GS grade.....	9.7	9.7	9.7
Average GS salary.....	\$11,972	\$13,054	\$13,082

## AGRICULTURAL CREDIT INSURANCE FUND

## Program and Financing (in thousands of dollars)

Identification code 05-60-4140-0-3-351	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Capital outlay:			
1. Loans made:			
(a) For payment of delinquent installments.....	15,990	20,000	25,000
(b) Advances on behalf of borrowers.....	2,451	3,000	3,500
(c) From fund for later sale.....	380,268	313,350	324,000
2. Purchase of loans from lenders.....	215,063	452,780	233,000
3. Collateral acquired by default.....	159	40	45
4. Judgments.....	6	6	7
Total capital outlay, funded.....	613,937	789,176	585,552

## Operating costs, funded:

1. Administrative expenses.....	1,430	2,250	2,250
2. Premium interest paid note holders.....	12,436	22,000	36,000
3. Interest on borrowings.....	12,931	18,000	15,200
4. Other expense.....	3,479	4,635	6,040
Total operating costs, funded.....	30,276	46,885	59,490
Total program costs, funded.....	644,213	836,061	645,042
Change in selected resources <sup>1</sup> .....	14,825	-7,350	-8,400
10 Total obligations.....	659,038	828,711	636,642

## Financing:

14 Receipts and reimbursements from:			
Non-Federal sources:			
Repayments on loans.....	-131,770	-172,950	-202,000
Less: Loan repayments received on behalf of noteholders.....	114,183	142,000	172,000
Subtotal, repayment on loans held.....	-17,587	-30,950	-30,000
Repayments on advances.....	-13,166	-14,500	-18,000
Sale of loans.....	-377,583	-773,294	-679,000
Proceeds from sale of acquired property.....	-268	-300	-300
Payments on judgments.....	-28	-30	-35
Insurance premiums.....	-2,449	-1,750	-1,225
Interest revenue.....	-12,312	-27,947	-24,941
Fees and other revenues.....		-35	-35
21.47 Unobligated balance available, start of year: Authority to spend public debt receipts.....			-20,095
24.47 Unobligated balance available, end of year: Authority to spend public debt receipts.....		20,095	136,989
67 Budget authority (authority to spend public debt receipts) (permanent).....	235,644		
Relation of obligations to outlays:			
71 Obligations incurred, net.....	235,644	-20,095	-116,894
Obligated balance, start of year:			
72.47 Authority to spend public debt receipts.....	95,714	135,808	130,713
72.98 Fund balance.....	12,679	11,628	9,422
Obligated balance, end of year:			
74.47 Authority to spend public debt receipts.....	-135,808	-130,713	-128,819
74.98 Fund balance.....	-11,628	-9,422	-3,002
90 Outlays.....	196,601	-12,794	-108,580

<sup>1</sup> Balances of selected resources are identified on the statement of financial condition.

This fund is used to insure farm ownership, soil and water, and recreation loans to individuals, and association loans as authorized by subtitle A of the Consolidated Farmers Home Administration Act of 1961, as amended. The insurance endorsement on each insured loan may include an agreement by the Government to purchase the loan after a specified initial period. The initial fund of \$1 million may be supplemented by amounts retained by the Government out of interest collected from insured loan borrowers and by borrowing from the Secretary of the Treasury. From any amounts so retained, not to exceed one-half of 1% of the outstanding principal obligations must be deposited to the fund to cover losses. Any remainder of such charges may be used for administrative expenses. Loans may be made directly from the fund from available receipts or borrowings from the Treasury for the purpose of acquiring blocks of loans, if there is reasonable assurance that the loans can be sold to investors without undue delay. With respect to new loans made from this fund, not more than \$100 million may be held in the fund at any one time. Interest paid to the Secretary of the Treasury on borrowings<sup>is</sup>



based on the current average market yield of outstanding marketable obligations of the United States having maturities comparable to the notes issued for borrowings from the Treasury for operation of the fund.

**Budget program.**—Capital outlay is estimated at \$585.5 million in 1971, a decrease of \$203.6 million from 1970 and a decrease of \$28.4 million from 1969. Included in capital outlay is \$313.3 million in 1970 and \$324 million in 1971 for making loans from the fund which will later be sold on an insured basis. The volume of sales of loans from the fund is based on all insured loans being made by the fund for later sale in order to permit a premium yield to investors. Insured loans outstanding, which are contingent liabilities against the insurance fund, are expected to increase from \$1,548 million on June 30, 1969 to approximately \$1,780 million at June 30, 1970, and \$2,134 million by June 30, 1971.

**Financing.**—Net repayments to the Treasury are estimated at \$15 million in 1970 and \$115 million in 1971.

**Operating results and retained earnings.**—Total revenue, consisting of loan insurance charges and interest income on loans held by the fund, is estimated at \$29.8 million in 1970 and \$26.3 million in 1971.

Net outstanding loans receivable of \$213.9 million are estimated at June 30, 1971. By the end of 1971, the deficit of \$96.7 million when subtracted from the \$1 million appropriation and estimated borrowings of \$234.3 million from the Treasury represent a \$138.6 million Government equity.

## INSURED LOAN OBLIGATIONS

[Dollars in thousands]

	1969 actual		1970 estimate		1971 estimate	
Individuals:	Number	Amount	Number	Amount	Number	Amount
Farm ownership...	13,409	\$272,121	10,170	\$203,500	10,335	\$210,000
Soil and water...	347	1,999	380	2,250	165	1,000
Recreation...	62	1,904	260	6,000	338	8,000
Associations...	784	121,090	731	94,250	741	96,600

## Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1969 actual	1970 est.	1971 est.
Operating program:			
Revenue.....	14,835	29,785	26,260
Expense.....	69,196	51,690	66,944
Net operating income or loss.....	-54,361	-21,905	-40,684
Nonoperating income or loss:			
Proceeds from sale of acquired property:			
Cash sales.....	268	300	300
Exchanged for loans receivable.....	702	700	700
Total proceeds from sales of acquired property.....	970	1,000	1,000
Net book value of assets sold.....	-956	-980	-980
Net gain on sale of acquired property..	14	20	20
Discount on insured loans sold.....	-618		
Net nonoperating gain or loss (—)...	-604	20	20
Net loss for the year.....	-54,965	-21,885	-40,664
Analysis of retained earnings:			
Start of year.....	20,787	-34,178	-56,063
End of the year.....	-34,178	-56,063	-96,727

## Financial Condition (in thousands of dollars)

	1968 actual	1969 actual	1970 est.	1971 est.
<b>Assets:</b>				
Treasury balance.....	12,679	11,628	9,422	3,002
Accounts receivable, net.....	12,061	18,683	18,634	18,548
Loans receivable, net.....	194,217	390,262	358,353	213,954
Judgments.....	50	12	2	4
Acquired security or collateral.....	760	821	961	1,301
Total assets.....	219,767	421,406	387,372	236,809
<b>Liabilities:</b>				
Accounts payable and accrued liabilities.....	29,220	60,060	60,060	60,060
Reserve for potential losses on loans held by note holders..		30,214	33,065	38,166
Total liabilities.....	29,220	90,274	93,125	98,226
<b>Government equity:</b>				
Interest-bearing capital:				
Start of year.....	153,440	168,760	364,310	349,310
Borrowings from Treasury, net.....	15,320	195,550	-15,000	-115,000
End of year.....	168,760	364,310	349,310	234,310
Non-interest-bearing capital..	1,000	1,000	1,000	1,000
Retained earnings.....	20,787	-34,178	-56,063	-96,727
Total Government equity.....	190,547	331,132	294,247	138,583

## Analysis of Government Equity and Undrawn Authorizations (in thousands of dollars)

Undisbursed loan obligations <sup>1</sup> ..	91,224	106,055	98,705	90,305
Unobligated balance.....			20,095	136,989
Undisbursed obligations to pay recoverable loan costs <sup>1</sup> .....	10	4	4	4
Invested capital and earnings...	195,027	360,881	326,251	177,093
Subtotal.....	286,261	466,939	445,055	404,391
Less undrawn authorizations..	-95,714	-135,807	-150,808	-265,808
Total Government equity.....	190,547	331,132	294,247	138,583

<sup>1</sup> The changes in these items are reflected on the program and financing schedule.

Note.—This statement excludes contingent liabilities for insured loans in principal amounts as of June 30: 1969, \$1,547,542 thousand; 1970, \$1,780,056 thousand; 1971, \$2,134,056 thousand.

## Object Classification (in thousands of dollars)

Identification code 05-60-4140-0-3-351	1969 actual	1970 est.	1971 est.
25.0 Other services.....	4,909	6,885	8,290
33.0 Investments and loans.....	628,762	781,826	577,152
43.0 Interest and dividends.....	25,367	40,000	51,200
99.0 Total obligations.....	659,038	828,711	636,642

## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-60-3998-0-4-352	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Miscellaneous service to other accounts.....	282	315	540
2. Agency for International Development (Funds appropriated to the President).....	438	550	575
10 Total program costs, funded—obligations.....	720	865	1,115

## Intragovernmental funds—Continued

## ADVANCES AND REIMBURSEMENTS—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-60-3998-0-4-352	1969 actual	1970 est.	1971 est.
<b>Financing:</b>			
Receipts and reimbursements from:			
11 Federal funds.....	-716	-855	-1,105
14 Non-Federal sources (40 U.S.C. 481 (c)).....	-4	-10	-10
<b>Budget authority</b> .....	-----	-----	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	-----	-----	-----
90 Outlays.....	-----	-----	-----

## Object Classification (in thousands of dollars)

Personnel compensation:			
11.1 Permanent positions.....	558	650	673
11.5 Other personnel compensation.....	38	57	59
<b>Total personnel compensation</b> .....	<b>596</b>	<b>707</b>	<b>732</b>
12.1 Personnel benefits: Civilian employees.....	50	57	60
21.0 Travel and transportation of persons.....	24	26	26
22.0 Transportation of things.....	13	15	15
23.0 Rent, communications, and utilities.....	8	15	15
25.0 Other services.....	28	43	265
31.0 Equipment.....	1	2	2
<b>99.0 Total obligations</b> .....	<b>720</b>	<b>865</b>	<b>1,115</b>

## Personnel Summary

Total number of permanent positions.....	73	62	62
Average number of all employees.....	48	62	62
Average GS grade.....	7.2	7.3	7.3
Average GS salary.....	\$8,523	\$9,290	\$9,383

## Trust Funds

## STATE RURAL REHABILITATION FUNDS

## Program and Financing (in thousands of dollars)

Identification code 05-60-8488-0-8-352	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Total operating costs, funded: Administrative expense.....	229	200	200
<b>Capital outlay, funded:</b>			
Loans acquired.....	3,345	1,000	1,000
Judgments and collateral acquired.....	3	2	1
Current assets transferred to States.....	105	1,295	186
<b>Total capital outlay, funded</b> .....	<b>3,453</b>	<b>2,297</b>	<b>1,187</b>
<b>Total program costs, funded</b> .....	<b>3,682</b>	<b>2,497</b>	<b>1,387</b>
Changes in selected resources <sup>1</sup> .....	-4	-----	-----
<b>10 Total obligations</b> .....	<b>3,677</b>	<b>2,497</b>	<b>1,387</b>
<b>Financing:</b>			
14 Receipts and reimbursements from: Non-Federal sources:			
Repayments on loans.....	-1,860	-1,400	-700
Collections on judgments.....	-2	-2	-2
Sale of land and improvements.....	-2	-----	-----
Interest revenue.....	-1,367	-712	-178
Other revenue.....	-7	-8	-8

## 21 Unobligated balance available, start of year:

Treasury balance.....	-2,021	-1,581	-1,206
U.S. securities (par).....	-173	-173	-173
<b>24 Unobligated balance available, end of year:</b>			
Treasury balance.....	1,581	1,206	707
U.S. securities (par).....	173	173	173
<b>Budget authority</b> .....	-----	-----	-----

## Relation of obligations to outlays:

71 Obligations incurred, net.....	440	375	499
72 Receivables in excess of obligations, start of year.....	-363	-545	-405
74 Receivables in excess of obligations, end of year.....	545	405	246
<b>90 Outlays</b> .....	<b>622</b>	<b>235</b>	<b>340</b>

<sup>1</sup> Balance of selected resources are identified on the statement of financial condition (analysis of equity of States).

These funds are administered by the Administration under agreements with 36 individual States, for use in carrying out subtitles A and B of the Consolidated Farmers Home Administration Act of 1961. In these States, real-estate-type loans are purchased with these funds and insured under the Agricultural Credit Insurance Fund. The entire assets of the 36 State corporations are being administered by the Farmers Home Administration, with the exception of \$17.9 million representing the partial return of cash or other assets, at face value, to 18 of these States for rural rehabilitation purposes agreed upon between each corporation and the Federal Government. The entire assets of six other State rural rehabilitation corporations have been returned to those States.

Actual and estimated loan obligations for the fiscal years 1968, 1969, 1970, and 1971 are as follows (in thousands of dollars):

	Operating loans	Real estate loans
1968.....	708	934
1969.....	1,099	2,247
1970 (estimated).....	-----	1,000
1971 (estimated).....	-----	1,000

## Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1969 actual	1970 est.	1971 est.
<b>Operating program:</b>			
Revenue.....	1,390	738	358
Expense.....	281	270	397
<b>Net operating income or loss (-)</b> .....	<b>1,108</b>	<b>468</b>	<b>-39</b>
<b>Nonoperating income or loss:</b>			
Proceeds from sale of acquired property:			
Cash sales.....	2	-----	-----
Exchanged for loans receivable.....	6	-----	-----
<b>Total proceeds</b> .....	<b>8</b>	-----	-----
<b>Net book value of assets sold</b> .....	<b>5</b>	-----	-----
<b>Net nonoperating gain</b> .....	<b>3</b>	-----	-----
<b>Net income or loss (-) for year</b> .....	<b>1,111</b>	<b>468</b>	<b>-39</b>
<b>Analysis of retained earnings or deficit:</b>			
Retained earnings or deficit, start of year.....	3,162	4,273	4,741
<b>Retained earnings or deficit, end of year</b> .....	<b>4,273</b>	<b>4,741</b>	<b>4,702</b>



## Financial Condition (in thousands of dollars)

	1968 actual	1969 actual	1970 est.	1971 est.
<b>Assets:</b>				
Treasury balance.....	1,659	1,036	801	461
U.S. securities (par).....	173	173	173	173
Accounts receivable, net.....	475	688	554	395
Loans receivable, net.....	22,588	24,005	18,684	9,088
Real estate acquired through foreclosure.....	30	25	25	25
Judgments, net.....	13	13	12	11
<b>Total assets.....</b>	<b>24,938</b>	<b>25,941</b>	<b>20,249</b>	<b>10,153</b>
<b>Liabilities:</b>				
Current.....	98	134	140	140
<b>Equity of States:</b>				
Non-interest-bearing capital:				
Start of year.....	23,737	21,679	21,534	15,368
Assets transferred under trust agreement during year, net:				
Current assets.....	-231	-105	-1,295	-186
Other.....	-1,827	-39	-4,871	-9,871
End of year.....	21,679	21,534	15,368	5,311
Retained earnings or deficit....	3,162	4,273	4,741	4,702
<b>Total Government equity....</b>	<b>24,840</b>	<b>25,807</b>	<b>20,109</b>	<b>10,013</b>

## Analysis of Equity of States (in thousands of dollars)

	1968 actual	1969 actual	1970 est.	1971 est.
Undisbursed loan obligations <sup>1</sup> ...	14	9	9	9
Unobligated balance.....	2,195	1,754	1,379	880
Invested capital and earnings....	22,631	24,044	18,721	9,124
<b>Total Government equity....</b>	<b>24,840</b>	<b>25,807</b>	<b>20,109</b>	<b>10,013</b>

<sup>1</sup> The change in this item is reflected on the program and financing schedule.

## Object Classification (in thousands of dollars)

Identification code 05-60-8488-0-8-352	1969 actual	1970 est.	1971 est.
25.0 Other services.....	229	200	200
33.0 Investments and loans.....	3,343	1,002	1,001
44.0 Refunds.....	105	1,295	186
<b>99.0 Total obligations.....</b>	<b>3,677</b>	<b>2,497</b>	<b>1,387</b>

## RURAL COMMUNITY DEVELOPMENT SERVICE

## Federal Funds

## General and special funds:

## SALARIES AND EXPENSES

For necessary expenses, not otherwise provided for, of the Rural Community Development Service in providing leadership and related services in carrying out the rural areas development activities of the Department, **[\$450,000] \$484,000: Provided, That not to exceed \$3,000 shall be available for employment under 5 U.S.C. 3109. (Department of Agriculture and Related Agencies Appropriation Act, 1970.)**

## Program and Financing (in thousands of dollars)

Identification code 05-64-0800-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Program coordination and direction (program costs, funded) <sup>1</sup> .....	427	484	484
Change in selected resources <sup>2</sup> .....	-18		
<b>10 Total obligations.....</b>	<b>409</b>	<b>484</b>	<b>484</b>

## Financing:

25 Unobligated balance lapsing.....	72		
<b>Budget authority.....</b>	<b>481</b>	<b>484</b>	<b>484</b>
<b>Budget authority:</b>			
40 Appropriation.....	481	450	484
44.20 Proposed supplemental for civilian pay act increases.....		34	
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	409	484	484
72 Obligated balance, start of year.....	42	24	30
74 Obligated balance, end of year.....	-24	-30	-36
77 Adjustments in expired accounts.....	-1		
<b>90 Outlays, excluding pay increase supplemental.....</b>	<b>426</b>	<b>445</b>	<b>477</b>
91.20 Outlays from civilian pay act supplemental.....		33	1

<sup>1</sup> Includes capital outlay as follows: 1969, \$3 thousand; 1970, \$0; 1971, \$0.  
<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$25 thousand (1969 adjustments, -\$1 thousand); 1969, \$6 thousand; 1970, \$6 thousand; 1971, \$6 thousand.

The Service provides general staff leadership and other services in carrying out the outreach functions for rural areas development activities of the Department at the Federal level.

## Object Classification (in thousands of dollars)

Identification code 05-64-0800-0-1-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	331	360	360
11.3 Positions other than permanent.....	1	1	1
11.5 Other personnel compensation.....	1	1	1
<b>Total personnel compensation.....</b>	<b>332</b>	<b>362</b>	<b>362</b>
12.1 Personnel benefits: Civilian employees....	24	31	32
21.0 Travel and transportation of persons....	13	20	20
22.0 Transportation of things.....		1	1
23.0 Rent, communications, and utilities....	7	10	10
24.0 Printing and reproduction.....	14	20	20
25.0 Other services.....	11	28	28
26.0 Supplies and materials.....	4	9	8
31.0 Equipment.....	3	3	3
<b>99.0 Total obligations.....</b>	<b>409</b>	<b>484</b>	<b>484</b>

## Personnel Summary

Total number of permanent positions.....	24	26	26
Average number of all employees.....	22	20	20
Average GS grade.....	11.1	10.4	10.4
Average GS salary.....	\$15,446	\$15,218	\$15,244

## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-64-3995-0-4-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
10 Economic development program (Com- merce) (costs—obligations).....	9	15	15
<b>Financing:</b>			
11 Receipts and reimbursements from: Fed- eral funds.....	-9	-15	-15
<b>Budget authority.....</b>			
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....			
<b>90 Outlays.....</b>			

## Intragovernmental funds—Continued

## ADVANCES AND REIMBURSEMENTS—Continued

## Object Classification (in thousands of dollars)

Identification code 05-64-3995-0-4-355	1969 actual	1970 est.	1971 est.
11.1 Personnel compensation: Permanent positions.....	8	13	13
12.1 Personnel benefits: Civilian employees.....	1	1	1
25.0 Other services.....	1	1	1
99.0 Total obligations.....	9	15	15

## Personnel Summary

Total number of permanent positions.....	1	1	1
Average number of all employees.....	1	1	1
Average GS grade.....	11.1	10.4	10.4
Average GS salary.....	\$15,446	\$15,218	\$15,244

## ADVANCES AND REIMBURSEMENTS, AGRICULTURE

## Program and Financing (in thousands of dollars)

Identification code 05-64-3900-0-4-355	1969 actual	1970 est.	1971 est.
Relation of obligations to outlays:			
71 Obligations incurred, net.....	-----	-----	-----
72 Obligated balance, start of year.....	10	10	-----
74 Obligated balance, end of year.....	-10	-----	-----
90 Outlays.....	-----	10	-----

The preceding schedule reflects expenditures from the Consolidated Working Fund, Department of Agriculture. Advances were received from the Department of Commerce, Economic Development Administration (formerly the Area Redevelopment Administration) for operations carried out as well as special technical assistance projects. Funds were received into this account as an administrative convenience and were allotted to the individual agencies of the Department which carried out the program.

## OFFICE OF THE INSPECTOR GENERAL

## Federal Funds

## General and special funds:

## SALARIES AND EXPENSES

For necessary expenses of the Office of the Inspector General, including employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$10,000 for employment under 5 U.S.C. 3109, **[\$13,657,000]** \$15,846,000. (7 U.S.C. 450b, 2201, 2202, 2220; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-68-0900-0-1-355	1969 actual	1970 est.	1971 est.
Program by activities:			
Internal audit and investigations (program costs, funded) <sup>1</sup> .....	13,517	15,223	16,341
Change in selected resources <sup>2</sup> .....	-20	-----	-----
10 Total obligations.....	13,497	15,223	16,341
Financing:			
Receipts and reimbursements from:			
11 Federal funds.....	-389	-369	-320
13 Trust funds.....	-131	-175	-175

25 Unobligated balance lapsing.....	11	-----	-----
Budget authority.....	12,989	14,679	15,846
Budget authority:			
40 Appropriation.....	12,994	13,657	15,846
41 Transferred to other accounts.....	-5	-----	-----
43 Appropriation (adjusted).....	12,989	13,657	15,846
44.20 Proposed supplemental for civilian pay act increases.....	-----	1,022	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	12,977	14,679	15,846
72 Obligated balance, start of year.....	370	342	452
74 Obligated balance, end of year.....	-342	-452	-521
77 Adjustments in expired accounts.....	-48	-----	-----
90 Outlays, excluding pay increase supplemental.....	12,957	13,592	15,732
91.20 Outlays from civilian pay act supplemental.....	-----	977	45

<sup>1</sup> Includes capital outlay as follows: 1969, \$7 thousand; 1970, \$10 thousand; 1971, \$11 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders: 1968, \$100 thousand (1969 adjustments, -\$48 thousand); 1969, \$32 thousand; 1970, \$32 thousand; 1971, \$32 thousand.

Note.—Includes \$49,000 for activities previously financed from Salaries and expenses, Agricultural Research Service, 1969, \$49,000; 1970, \$49,000.

The Office serves as the audit and investigative arm of the Secretary. It performs all audit and investigative activities of the Department. The Office assures the Secretary of completely independent and objective selection of departmental activities for audit; critical reviews and examination of the Department's programs and activities; and factual, unbiased reporting of the results of these audits and investigations. This assures that existing laws, policies, and Department regulations are complied with, that Department programs are effectively managed, and that corrective action is taken where necessary.

The Office also coordinates internal audit and investigative activities of the Department with other investigative agencies of the executive and legislative branches of the Government.

The recommended increase is for additional audit and investigative service, primarily for the food and nutrition programs and for the agricultural stabilization and conservation program.

## Object Classification (in thousands of dollars)

Identification code 05-68-0900-0-1-355	1969 actual	1970 est.	1971 est.
Personnel compensation:			
11.1 Permanent positions.....	9,763	10,902	11,463
11.3 Positions other than permanent.....	66	68	68
11.5 Other personnel compensation.....	13	15	15
Total personnel compensation.....	9,842	10,985	11,546
12.1 Personnel benefits: Civilian employees.....	802	900	946
21.0 Travel and transportation of persons.....	2,299	2,675	3,150
22.0 Transportation of things.....	34	52	52
23.0 Rent, communications, and utilities.....	230	240	245
24.0 Printing and reproduction.....	40	45	48
25.0 Other services.....	156	261	279
26.0 Supplies and materials.....	89	55	60
31.0 Equipment.....	5	10	15
99.0 Total obligations.....	13,497	15,223	16,341

## Personnel Summary

Total number of permanent positions.....	931	953	1,001
Full-time equivalent of other positions.....	14	15	15
Average number of all employees.....	872	890	932
Average GS grade.....	9.9	10.1	10.1
Average GS salary.....	\$11,409	\$12,664	\$12,644



## PACKERS AND STOCKYARDS ADMINISTRATION

## Federal Funds

## General and special funds:

## SALARIES AND EXPENSES

For expenses necessary for administration of the Packers and Stockyards Act, as authorized by law, including field employment pursuant to section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$5,000 for employment under 5 U.S.C. 3109, [\$3,354,650] \$3,748,000. (7 U.S.C. 181-229; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-70-2600-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Administration of the Packers and Stockyards Act (program costs, funded) <sup>1</sup> -----	2,769	3,509	3,748
Change in selected resources <sup>2</sup> -----	26	-----	-----
10 Total obligations-----	2,794	3,509	3,748
<b>Financing:</b>			
25 Unobligated balance lapsing-----	65	-----	-----
Budget authority-----	2,859	3,509	3,748
<b>Budget authority:</b>			
40 Appropriation-----	2,864	3,355	3,748
41 Transferred to other accounts-----	-5	-----	-----
43 Appropriation (adjusted)-----	2,859	3,355	3,748
44.20 Proposed supplemental for civilian pay act increases-----	-----	154	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net-----	2,794	3,509	3,748
72 Obligated balance, start of year-----	160	191	295
74 Obligated balance, end of year-----	-191	-295	-394
77 Adjustments in expired accounts-----	-19	-----	-----
90 Outlays, excluding pay increase supplemental-----	2,744	3,259	3,641
91.20 Outlays from civilian pay act supplemental-----	-----	146	8

<sup>1</sup> Includes capital outlay as follows: 1969, \$13 thousand; 1970, \$17 thousand; 1971, \$14 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$27 thousand (1969 adjustments, -\$18 thousand); 1969, \$35 thousand; 1970, \$35 thousand; 1971, \$35 thousand.

This program is aimed at assuring fair play in the marketing of livestock, meat, and poultry. Its principal purpose is to maintain effective competition for livestock, meats, and poultry, so as to bring to farmers and ranchers the true market value of their livestock and poultry. Members of the livestock, poultry, and meat industries are also protected against unfair business practices of competitors. Consumers are also protected from unfair practices in the marketing of meats and poultry, and from restrictions on competition which could unduly increase meat and poultry prices.

The increase for 1971 will be used to expand the Department's activities in the areas of (1) livestock and poultry marketing practices, (2) effective competition, (3) checkweighing livestock, and (4) financial protection.

The volume of work performed is indicated by the following examples:

	1969 actual	1970 est.	1971 est.
Number of complaints received-----	6,338	6,800	7,100
Number of investigations and audits-----	6,980	7,900	8,600
Formal proceedings disposed of-----	225	245	245

## Object Classification (in thousands of dollars)

Identification code 05-70-2600-0-1-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions-----	2,093	2,601	2,812
11.3 Positions other than permanent-----	14	14	15
11.5 Other personnel compensation-----	1	6	7
Total personnel compensation-----	2,108	2,621	2,834
12.1 Personnel benefits: Civilian employees-----	178	226	253
21.0 Travel and transportation of persons-----	219	320	335
22.0 Transportation of things-----	8	10	10
23.0 Rent, communications, and utilities-----	136	148	148
24.0 Printing and reproduction-----	30	43	43
25.0 Other services-----	59	63	63
26.0 Supplies and materials-----	19	30	24
31.0 Equipment-----	36	48	38
99.0 Total obligations-----	2,794	3,509	3,748

## Personnel Summary

Total number of permanent positions-----	209	230	249
Full-time equivalent of other positions-----	3	3	4
Average number of all employees-----	183	207	225
Average GS grade-----	9.7	9.8	9.9
Average GS salary-----	\$11,253	\$12,436	\$12,485

## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-70-3900-0-4-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
10 Miscellaneous services to other accounts (cost—obligations) (object class 11.1)-----	5	3	3
<b>Financing:</b>			
11 Receipts and reimbursements from: Federal funds-----	-5	-3	-3
Budget authority-----	-----	-----	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net-----	-----	-----	-----
90 Outlays-----	-----	-----	-----

## Personnel Summary

Average number of all employees-----	1	1	1
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## OFFICE OF THE GENERAL COUNSEL

## Federal Funds

## General and special funds:

## SALARIES AND EXPENSES

For necessary expenses, including payment of fees or dues for the use of law libraries by attorneys in the field service, [\$5,229,500] \$5,657,000. (7 U.S.C. 2201, 2202, 2214a; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code 05-72-2300-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Commodity and production stabilization-----	1,015	1,404	1,404
2. Marketing, regulatory laws, research and operations-----	1,278	1,806	1,806

## General and special funds—Continued

## SALARIES AND EXPENSES—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-72-2300-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities—Continued</b>			
3. Rural development and conservation.....	2,506	2,447	2,447
Total program costs, funded <sup>1</sup> .....	4,800	5,657	5,657
Change in selected resources <sup>2</sup> .....	23	-----	-----
10 Total obligations.....	4,822	5,657	5,657
<b>Financing:</b>			
25 Unobligated balance lapsing.....	28	-----	-----
Budget authority.....	4,850	5,657	5,657
<b>Budget authority:</b>			
40 Appropriation.....	4,850	5,230	5,657
44.20 Proposed supplemental for civilian pay act increases.....	-----	427	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	4,822	5,657	5,657
72 Obligated balance, start of year.....	205	221	260
74 Obligated balance, end of year.....	-221	-260	-299
77 Adjustments in expired accounts.....	-19	-----	-----
90 Outlays, excluding pay increase supplemental.....	4,788	5,209	5,600
91.20 Outlays from civilian pay act supplemental.....	-----	409	18

<sup>1</sup> Includes capital outlay as follows: 1969, \$13 thousand; 1970, \$21 thousand; 1971, \$24 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$19 thousand (1969 adjustments, -\$19 thousand); 1969, \$23 thousand; 1970, \$23 thousand; 1971, \$23 thousand.

The Office serves as legal counsel for the Secretary and performs all legal work for the Department. It represents the Department in administrative proceedings for the promulgation of rules and regulations having the force and effect of law. It represents the Department in quasi-judicial hearings held in connection with the administration of Department programs. The Office also represents the Secretary in proceedings before the Interstate Commerce Commission dealing with rates and practices relating to the transportation of agricultural commodities and in appeals to the courts from the decisions of the Commission. It examines titles to lands to be acquired by the Department or accepted as security for loans, and disposes of claims arising out of the Department activities.

## Object Classification (in thousands of dollars)

Identification code 05-72-2300-0-1-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	4,198	4,925	4,925
11.3 Positions other than permanent.....	37	40	40
Total personnel compensation.....	4,235	4,965	4,965
12.1 Personnel benefits: Civilian employees.....	317	384	390
21.0 Travel and transportation of persons.....	66	81	81
22.0 Transportation of things.....	1	2	2
23.0 Rent, communications, and utilities.....	80	82	82
24.0 Printing and reproduction.....	13	15	15
25.0 Other services.....	37	40	36
26.0 Supplies and materials.....	24	26	26
31.0 Equipment.....	50	62	60
99.0 Total obligations.....	4,822	5,657	5,657

## Personnel Summary

Total number of permanent positions.....	406	438	438
Full-time equivalent of other positions.....	5	5	5
Average number of all employees.....	352	377	377
Average GS grade.....	9.7	9.7	9.7
Average GS salary.....	\$11,972	\$13,054	\$13,054

## ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments from other accounts are included in the schedule of the parent appropriations as follows:  
Agricultural Stabilization and Conservation Service, "Expenses."  
Farmers Home Administration, "Emergency credit revolving fund."

## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-72-3990-0-4-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
10 Rural development and conservation (costs—obligations).....	132	174	174
<b>Financing:</b>			
11 Receipts and reimbursements from:			
Federal funds.....	-132	-174	-174
Budget authority.....	-----	-----	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	-----	-----	-----
90 Outlays.....	-----	-----	-----

## Object Classification (in thousands of dollars)

11.1 Personnel compensation: Permanent positions.....	111	142	142
12.1 Personnel benefits: Civilian employees.....	8	12	12
21.0 Travel and transportation of persons.....	4	7	7
23.0 Rent, communications, and utilities.....	5	6	6
24.0 Printing and reproduction.....	2	3	3
25.0 Other services.....	-----	1	1
26.0 Supplies and materials.....	-----	1	1
31.0 Equipment.....	1	2	2
99.0 Total obligations.....	132	174	174

## Personnel Summary

Total number of permanent positions.....	13	13	13
Average number of all employees.....	9	9	9
Average GS grade.....	9.7	9.7	9.7
Average GS salary.....	\$11,972	\$13,054	\$13,054

## OFFICE OF INFORMATION

## Federal Funds

## General and special funds:

## SALARIES AND EXPENSES

For necessary expenses of the Office of Information for the dissemination of agricultural information and the coordination of informational work and programs authorized by Congress in the Department, [\$2,106,000] \$2,256,000, of which total appropriation not to exceed \$612,000 may be used for farmers' bulletins, which shall be adapted to the interests of the people of the different sections of the country, an equal proportion of four-fifths of which shall be available to be delivered to or sent out under the addressed franks furnished by the Senators, Representatives, and Delegates in Congress, as they shall direct (7 U.S.C. 417), and not less than two hundred and thirty-



two thousand two hundred and fifty copies for the use of the Senate and House of Representatives of part 2 of the annual report of the Secretary (known as the Yearbook of Agriculture) as authorized by section 73 of the Act of January 12, 1895 (44 U.S.C. 241): *Provided*, That in the preparation of motion pictures or exhibits by the Department, this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$10,000 shall be available for employment under 5 U.S.C. 3109. (7 U.S.C. 2201, 2202; *Department of Agriculture and Related Agencies Appropriation Act, 1970*.)

## Program and Financing (in thousands of dollars)

Identification code 05-76-0200-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Publications review and distribution.....	862	929	929
2. Review and distribution of current agricultural information.....	944	936	936
3. Review, preparation, and distribution of visual agricultural information.....	356	391	391
Total program costs, funded <sup>1</sup> .....	2,162	2,256	2,256
Change in selected resources <sup>2</sup> .....	-114	-----	-----
10 Total obligations.....	2,048	2,256	2,256
<b>Financing:</b>			
25 Unobligated balance lapsing.....	7	-----	-----
Budget authority.....	2,055	2,256	2,256
<b>Budget authority:</b>			
40 Appropriation.....	2,055	2,106	2,256
44.20 Proposed supplemental for civilian pay act increases.....	-----	150	-----
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	2,048	2,256	2,256
72 Obligated balance, start of year.....	751	741	382
74 Obligated balance, end of year.....	-741	-382	-271
77 Adjustments in expired accounts.....	-3	-----	-----
90 Outlays, excluding pay increase supplemental.....	2,054	2,472	2,360
91.20 Outlays from civilian pay act supplemental.....	-----	143	7

<sup>1</sup> Includes capital outlay as follows: 1969, \$6 thousand; 1970, \$6 thousand; 1971, \$6 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows:

	1968	1969 adjust- ments	1969	1970	1971
Stores.....	256	---	254	254	254
Unpaid undelivered orders.....	425	-3	311	311	311
Total selected resources	681	-3	565	565	565

The Office has responsibility for the information work of the entire Department. Its major objective is to report to farmers, agricultural and closely related groups, and to the public the Department's research, action, regulatory, and other programs, using all information media. This work is carried on in close cooperation with the land-grant institutions and with private industries which serve agriculture. Workload depends upon Department program demands, direct requests, and legislative requirements.

1. *Publications review and distribution.*—The Department's printed publications are reviewed, published, and distributed. Processed publications are reviewed. Publications include farmers' bulletins, leaflets, periodicals, scientific, research, and marketing publications, and agricultural statistics.

2. *Review and distribution of current agricultural information.*—The Department's widespread activities require extensive preparation of information material for

press, radio, and television use, as well as for specific agricultural outlets and the general public. Periodic crop, price, and market reports and press releases are issued. Digests, newsletters, special articles, and other editorial services are made available to press associations, farm and general publications, trade publications, daily newspapers, and encyclopedic annuals. Radio is used to reach farmers locally through single stations, and to broadcast nationally through the major networks. Films, television packages, and other services are prepared for the use of land-grant institutions, television farm broadcasters, and TV networks. Information campaigns involving activities of cross-agency interest are developed using all media. The Yearbook of Agriculture is published by the Office and distributed by the Members of Congress.

3. *Review, preparation, and distribution of visual agricultural information.*—Motion pictures for the Department and nonprofit organizations associated with agriculture, produced on a reimbursable basis under the Department's working capital fund, are distributed through cooperating State film libraries. Still photographs, illustrations, graphics, and exhibits are similarly produced for use in explaining and reporting on Department programs. News and general-type photographs of Department programs and activities are available to news media from a centralized library.

## Object Classification (in thousands of dollars)

Identification code 05-76-0200-0-1-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	1,112	1,261	1,282
11.3 Positions other than permanent.....	4	2	2
11.5 Other personnel compensation.....	-----	1	1
Total personnel compensation.....	1,116	1,264	1,285
12.1 Personnel benefits: Civilian employees.....	91	98	102
21.0 Travel and transportation of persons.....	8	11	13
22.0 Transportation of things.....	4	4	4
23.0 Rent, communications, and utilities.....	147	150	150
24.0 Printing and reproduction.....	598	623	623
25.0 Other services.....	67	80	65
26.0 Supplies and materials.....	14	21	12
31.0 Equipment.....	3	5	2
99.0 Total obligations.....	2,048	2,256	2,256

## Personnel Summary

Total number of permanent positions.....	138	125	125
Full-time equivalent of other positions.....	3	1	1
Average number of all employees.....	115	113	113
Average GS grade.....	8.3	8.5	8.5
Average GS salary.....	\$9,482	\$10,642	\$10,822
Average salary of ungraded positions.....	\$6,775	\$6,830	\$6,830

## ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments from other accounts are included in the schedule of the parent appropriation, as follows:

## Agriculture:

Agricultural Research Service, "Salaries and expenses."  
Soil Conservation Service, "Great Plains conservation program."  
General Administration, "Working capital fund."

## Intragovernmental funds:

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-76-3996-0-4-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Publications review and distribution.....	-----	20	20
2. Review, preparation, and distribution of visual agricultural information.....	37	35	35

## Intragovernmental funds—Continued

## ADVANCES AND REIMBURSEMENTS—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-76-3996-0-4-355	1969 actual	1970 est.	1971 est.
<b>Program by activities—Continued</b>			
3. Agency for International Development (Funds appropriated to the President)	1	2	2
10 Total program costs, funded—obligations	38	57	57
<b>Financing:</b>			
Receipts and reimbursements from:			
11 Federal funds	-1	-22	-22
14 Non-Federal sources <sup>1</sup>	-37	-35	-35
Budget authority			
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net			
90 Outlays			

<sup>1</sup> Reimbursements from non-Federal sources are derived from sale of photographs (7 U.S.C. 1387).

## Object Classification (in thousands of dollars)

Identification code 05-76-3996-0-4-355	1969 actual	1970 est.	1971 est.
11.1 Personnel compensation: Permanent positions	6	21	21
12.1 Personnel benefits: Civilian employees		2	2
23.0 Rent, communications, and utilities	1	1	1
24.0 Printing and reproduction	31	30	30
25.0 Other services		1	1
26.0 Supplies and materials		1	1
31.0 Equipment		1	1
99.0 Total obligations	38	57	57

## Personnel Summary

Total number of permanent positions	1	2	2
Average number of all employees	1	2	2
Average GS grade	8.3	8.5	8.5
Average GS salary	\$9,482	\$10,642	\$10,822

## Trust Funds

## MISCELLANEOUS CONTRIBUTED FUNDS

## Program and Financing (in thousands of dollars)

Identification code 05-76-8200-0-7-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
10 Miscellaneous contributed funds (costs—obligations)	2	5	5
<b>Financing:</b>			
60 Budget authority (appropriation)	2	5	5
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net	2	5	5
90 Outlays	2	5	5

Miscellaneous funds received from States, local organizations, individuals, and others are available for work under cooperative agreements (7 U.S.C. 450b, 450h).

## Object Classification (in thousands of dollars)

Identification code 05-76-8200-0-7-355	1969 actual	1970 est.	1971 est.
25.0 Other services	1	5	5
44.0 Refunds	1		
99.0 Total obligations	2	5	5

## NATIONAL AGRICULTURAL LIBRARY

## Federal Funds

## General and special funds:

## SALARIES AND EXPENSES

For necessary expenses of the National Agricultural Library, **[\$3,226,750] \$3,914,750: Provided,** That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$35,000 shall be available for employment under 5 U.S.C. 3109: *Provided further, That not to exceed \$100,000 shall be available pursuant to 7 U.S.C. 2250 for the alteration and repair of buildings and improvements. (5 U.S.C. 5946; 7 U.S.C. 450b, 450i, 2201, 2202, 2204, 2206, 2244; Department of Agriculture and Related Agencies Appropriation Act, 1970.)*

## Program and Financing (in thousands of dollars)

Identification code 05-84-0300-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Agricultural library services for research and education (total program costs, funded) <sup>1</sup>	3,217	3,402	3,915
Change in selected resources <sup>2</sup>	-135		
10 Total obligations	3,082	3,402	3,915
<b>Financing:</b>			
25 Unobligated balance lapsing	241		
Budget authority	3,323	3,402	3,915
<b>Budget authority:</b>			
40 Appropriation	3,333	3,227	3,915
41 Transferred to other accounts	-9		
43 Appropriation (adjusted)	3,323	3,227	3,915
44.20 Proposed supplemental for civilian pay act increases		175	
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net	3,082	3,402	3,915
72 Obligated balance, start of year	924	1,064	1,227
74 Obligated balance, end of year	-1,064	-1,227	-1,254
77 Adjustments in expired accounts	-10		
90 Outlays, excluding pay increase supplemental	2,931	3,072	3,880
91.20 Outlays from civilian pay act supplemental		167	8

<sup>1</sup> Includes capital outlay as follows: 1969, \$61 thousand; 1970, \$35 thousand; 1971, \$7 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$715 thousand (1969 adjustments, -\$10 thousand); 1969, \$569 thousand; 1970, \$569 thousand; 1971, \$569 thousand.

Note.—Includes \$13 thousand in 1971 for activities previously financed from: Salaries and expenses, Office of Management Services.

The National Agricultural Library, cooperating jointly with the two other national libraries—the Library of Congress and the National Library of Medicine—provides coverage and servicing of worldwide publications in the agricultural, chemical, and biological sciences. It serves the research, extension, regulatory, and other programs of the Department and State agricultural agencies. Since the library's primary purpose is to provide for research needs, it has acquired and preserved what is considered to be the most exhaustive body of literature available on all phases of agriculture and the allied sciences—botany, chemistry, animal industry, veterinary medicine, biology,



agricultural engineering, rural sociology, forestry, entomology, food and nutrition, soils and fertilizers, and the marketing, transportation, and other economic aspects of agricultural products. Publications are currently acquired from more than 150 governments and jurisdictional entities in some 50 different languages. In addition, printed information of agricultural societies, organizations and cooperatives, and general material in the field of agriculture are collected and made available for use.

Information contained in the agricultural literature is disseminated through bibliographies, reference services, loans and photocopies to agricultural colleges and universities, research institutions, Government agencies, agricultural associations, industry, individual scientists, farmers, and the general public in every part of the world.

During 1969, 214,772 separate issues of periodicals were added to the collection by purchase, gift, and exchange. During the same period, 173,621 loans of books and periodicals were made and 110,166 reference questions answered.

The increase proposed would be used to develop, expand, and maintain a comprehensive collection of agricultural materials, through the acquisition and processing of additional books and periodicals. The materials will be used for the purpose of providing more complete and timely agricultural information to users.

#### Object Classification (in thousands of dollars)

Identification code 05-84-0300-0-1-355	1969 actual	1970 est.	1971 est.
Personnel compensation:			
11.1 Permanent positions.....	1,443	1,764	1,793
11.3 Positions other than permanent.....	48	78	78
11.5 Other personnel compensation.....	9	6	6
Total personnel compensation.....	1,500	1,848	1,877
12.1 Personnel benefits: Civilian employees.....	112	143	150
21.0 Travel and transportation of persons.....	9	14	14
22.0 Transportation of things.....	3	3	3
23.0 Rent, communications, and utilities.....	44	143	143
24.0 Printing and reproduction.....	44	49	149
Binding.....	100	104	167
25.0 Other services.....	766	858	972
26.0 Supplies and materials.....	9	30	30
31.0 Equipment.....	316	210	410
41.0 Grants, subsidies, and contributions.....	180	-----	-----
99.0 Total obligations.....	3,082	3,402	3,915

#### Personnel Summary

Total number of permanent positions.....	201	197	199
Full-time equivalent of other positions.....	9	11	11
Average number of all employees.....	170	184	186
Average GS grade.....	7.5	7.7	7.7
Average GS salary.....	\$8,741	\$9,971	\$10,069

#### LIBRARY FACILITIES

For the planning, construction, and furnishing of additional facilities for the National Agricultural Library, to remain available until expended, \$800,000, with which shall be merged the unexpended balance of funds heretofore appropriated under this head (7 U.S.C. 2250).

#### Program and Financing (in thousands of dollars)

Identification code 05-84-0301-0-1-355	1969 actual	1970 est.	1971 est.
Program by activities:			
1. Plans and specifications.....	14	26	-----
2. Construction of facilities.....	1,273	445	814
Total program costs, funded.....	1,287	471	814
Change in selected resources <sup>1</sup> .....	-1,088	-164	-----
10 Total obligations.....	199	307	814

#### Financing:

21 Unobligated balance available, start of year	-520	-321	-14
24 Unobligated balance available, end of year	321	14	-----
40 Budget authority (appropriation).....	-----	-----	800
Relation of obligations to outlays:			
71 Obligations incurred, net.....	199	307	814
72 Obligated balance, start of year.....	1,592	293	-----
74 Obligated balance, end of year.....	-293	-----	-114
90 Outlays.....	1,498	600	700

<sup>1</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$1,253 thousand; 1969, \$164 thousand; 1970, \$0; 1971, \$0.

Funds for the preparation of plans, specifications, and drawings for new facilities were appropriated in 1964.

Funds were appropriated in fiscal year 1966 for construction of the new library at Beltsville, Md. The construction contract was awarded in November 1966. The cornerstone of the building was laid on September 28, 1967. During fiscal year 1969 the building was accepted by GSA as "substantially completed" and the library staff and collection were transferred to the new building between May 15 and June 15, 1969. Final settlement for this building has not been made because certain corrections are still pending. The increase proposed would be used for the construction and furnishing of a cafeteria and related facilities in the National Agricultural Library at Beltsville, Md.

#### Object Classification (in thousands of dollars)

Identification code 05-84-0301-0-1-355	1969 actual	1970 est.	1971 est.
NATIONAL AGRICULTURAL LIBRARY			
25.0 Other services.....	24	5	84
31.0 Equipment.....	-----	22	130
32.0 Lands and structures.....	-----	22	600
Total obligations, National Agricultural Library.....	24	49	814
ALLOCATION TO GENERAL SERVICES ADMINISTRATION			
25.0 Other services.....	29	-----	-----
26.0 Supplies and materials.....	26	-----	-----
31.0 Equipment.....	117	-----	-----
32.0 Lands and structures.....	3	258	-----
Total obligations, General Services Administration.....	175	258	-----
99.0 Total obligations.....	199	307	814

#### ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations and allotments from other accounts are included in the schedules of the parent appropriations as follows:

Agriculture:  
"Working capital fund."  
Agricultural Research Service, "Salaries and expenses (pesticides coordination fund)."

#### Intragovernmental funds:

#### ADVANCES AND REIMBURSEMENTS

#### Program and Financing (in thousands of dollars)

Identification code 05-84-3989-0-4-355	1969 actual	1970 est.	1971 est.
Program by activities:			
10 Agricultural library services (includes Department of Agriculture and Farm Credit Administration) (program costs, funded—obligations).....	18	28	21

## Intragovernmental funds—Continued

## ADVANCES AND REIMBURSEMENTS—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-84-3989-0-4-355	1969 actual	1970 est.	1971 est.
<b>Financing:</b>			
11 Receipts and reimbursements from: Federal funds.....	—18	—28	—21
<b>Budget authority</b> .....			
Relation of obligations to outlays:			
71 Obligations incurred, net.....			
90 Outlays.....			
<b>Object Classification (in thousands of dollars)</b>			
11.1 Personnel compensation: Permanent positions.....	16	25	19
12.1 Personnel benefits: Civilian employees.....	1	2	1
25.0 Other services.....	1	1	1
99.0 Total obligations.....	18	28	21
<b>Personnel Summary</b>			
Total number of permanent positions.....	2	4	2
Average number of all employees.....	2	3	2
Average GS grade.....	7.5	7.7	7.7
Average GS salary.....	\$8,741	\$9,971	\$10,069

## OFFICE OF MANAGEMENT SERVICES

## Federal Funds

## General and special funds:

## SALARIES AND EXPENSES

For necessary expenses to enable the Offices of Management Services to provide management support services to selected agencies and offices of the Department of Agriculture, **[\$3,025,000]** \$3,518,000 (7 U.S.C. 2201-2202, 2235; Department of Agriculture and Related Agencies Appropriation Act, 1970).

## Program and Financing (in thousands of dollars)

Identification code 05-88-0700-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Management support activities (program costs, funded) <sup>1</sup> .....	3,560	4,045	4,432
Change in selected resources <sup>2</sup> .....	17	-----	-----
10 Total obligations.....	3,575	4,045	4,432
<b>Financing:</b>			
11 Receipts and reimbursements from: Federal funds.....	—633	—783	—914
25 Unobligated balance lapsing.....	15	-----	-----
<b>Budget authority</b> .....	2,958	3,262	3,518
Budget authority:			
40 Appropriation.....	2,958	3,025	3,518
44.20 Proposed supplemental for civilian pay act increases.....	-----	237	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	2,942	3,262	3,518
72 Obligated balance, start of year.....	216	211	266
74 Obligated balance, end of year.....	—211	—266	—292
77 Adjustments in expired accounts.....	—8	-----	-----
90 Outlays, excluding pay increase supplemental.....	2,939	2,980	3,482

## 91.20 Outlays from civilian pay act supplemental.....

227 10

<sup>1</sup> Includes capital outlay as follows: 1969, \$14 thousand; 1970, \$50 thousand; 1971, \$90 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$47 thousand (1969 adjustments, —\$8 thousand); 1969, \$56 thousand; 1970, \$56 thousand; 1971, \$56 thousand.

Note.—Excludes \$13 thousand in 1971 for activities transferred to National Agricultural Library, Salaries and expenses.

The Office of Management Services (OMS) provides consolidated and centralized management support services to several agencies and offices of the Department. It was established by Secretary's Memorandum No. 1529, dated January 29, 1963, to provide greater economy and effectiveness in the rendering of management service and advice through improved utilization of manpower and management techniques, increased specialization of professional skills, and more extensive use of timesaving equipment.

The consolidated management support functions include budget and finance, personnel and related programs, administrative services, and public information work. These functions are financed by direct appropriation to OMS, except for activity performed for others on a reimbursable or advance payment basis; OMS is reimbursed for management support of these activities.

The organizational structure of OMS is based upon these functions with operating divisions providing the services for the following agencies and offices: Office of the Secretary, Office of Budget and Finance, Office of Hearing Examiners, Judicial Officer, Office of Management Improvement, Office of Personnel, Office of Plant and Operations, Rural Community Development Service, Office of Information, National Agricultural Library, Office of the General Counsel, Office of the Inspector General, Farmer Cooperative Service, Commodity Exchange Authority, Cooperative State Research Service, Economic Research Service, Statistical Reporting Service, Federal Economic Development Service, and the Packers and Stockyard Administration.

The proposed increase will provide management support services for the increased program levels requested by the agencies and offices served by OMS. In addition, it will provide for replacement of equipment used in essential accounting and budgeting processes; for design, implementation, and automation of accounting systems; and for training OMS personnel.

## Object Classification (in thousands of dollars)

Identification code 05-88-0700-0-1-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	2,823	3,218	3,495
11.3 Positions other than permanent.....	27	22	23
11.5 Other personnel compensation.....	21	20	20
Total personnel compensation.....	2,871	3,260	3,538
12.1 Personnel benefits: Civilian employees.....	222	258	290
21.0 Travel and transportation of persons.....	15	23	27
22.0 Transportation of things.....	3	3	3
23.0 Rent, communications, and utilities.....	185	189	192
24.0 Printing and reproduction.....	86	93	95
25.0 Other services.....	141	157	152
26.0 Supplies and materials.....	19	21	25
31.0 Equipment.....	33	41	110
99.0 Total obligations.....	3,575	4,045	4,432
<b>Personnel Summary</b>			
Total number of permanent positions.....	344	384	395
Full-time equivalent of other positions.....	6	5	5
Average number of all employees.....	331	352	377
Average GS grade.....	7.4	7.4	7.3
Average GS salary.....	\$8,789	\$9,473	\$9,600
Average salary of ungraded positions.....	\$5,896	\$6,208	\$6,198



## GENERAL ADMINISTRATION

## Federal Funds

## General and special funds:

## SALARIES AND EXPENSES

For necessary expenses of the Office of the Secretary of Agriculture and for general administration of the Department of Agriculture, repairs and alterations, and other miscellaneous supplies and expenses not otherwise provided for and necessary for the practical and efficient work of the Department of Agriculture, and not to exceed \$5,000 for employment under 5 U.S.C. 3109, [\$4,838,000] \$5,901,000: *Provided*, That this appropriation shall be reimbursed from applicable appropriations for travel expenses incident to the holding of hearings as required by 5 U.S.C. 551-558: *Provided further*, That not to exceed \$2,500 of this amount shall be available for official reception and representation expenses, not otherwise provided for, as determined by the Secretary: *Provided further*, That not to exceed \$250,000 of funds contained in the Working Capital Fund established under authority of Public Law 78-129 may be used to carry out responsibilities under the Civil Rights Act of 1964. (7 U.S.C. 450c-450g, 2201-2206, 2210-2213; secs. 2201, 2202—establishing the Department of Agriculture, which was implemented by the Act of July 24, 1919 (7 U.S.C. 450b, 2220), apply to all appropriation items of the Department which are not based upon specific legislative authority either incorporated in the language of the item or cited immediately thereunder; 5 U.S.C. 5901; 7 U.S.C. 2231, 2232, 2235; 42 U.S.C. 2000d; Department of Agriculture and Related Agencies Appropriation Act, 1970.)

## Program and Financing (in thousands of dollars)

Identification code	05-92-0115-0-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>				
1. Program and policy direction and coordination:				
(a) Office of the Secretary and Under Secretary.....		792	916	916
(b) Assistant secretaries.....		773	911	911
2. Budgetary and financial administration.....		875	997	997
3. General operations.....		762	840	840
4. Management improvement.....		184	231	377
5. Personnel administration.....		879	982	982
6. Regulatory hearings and decisions.....		270	306	306
7. Equal opportunity.....		242	343	822
Total program costs, funded <sup>1</sup> .....		4,778	5,526	6,151
Change in selected resources <sup>2</sup> .....		34	-----	-----
10 Total obligations.....		4,812	5,526	6,151
<b>Financing:</b>				
11 Receipts and reimbursements from:				
Federal funds: For emergency preparedness functions.....		-201	-250	-250
25 Unobligated balance lapsing.....		227	-----	-----
Budget authority.....		4,838	5,276	5,901
<b>Budget authority:</b>				
40 Appropriation.....		4,802	4,838	5,901
42 Transferred from other accounts.....		36	-----	-----
43 Appropriation (adjusted).....		4,838	4,838	5,901
44.20 Proposed supplemental for civilian pay act increases.....		-----	438	-----
<b>Relation of obligations to outlays:</b>				
71 Obligations incurred, net.....		4,611	5,276	5,901
72 Obligated balance, start of year.....		212	338	357
74 Obligated balance, end of year.....		-338	-357	-503
77 Adjustments in expired accounts.....		24	-----	-----
90 Outlays, excluding pay increase supplemental.....		4,509	4,838	5,736
91.20 Outlays from civilian pay act supplemental.....		-----	419	19

<sup>1</sup> Includes capital outlay as follows: 1969, \$12 thousand; 1970, \$15 thousand; 1971, \$15 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$108 thousand (1969 adjustments, \$24 thousand); 1969, \$166 thousand; 1970, \$166 thousand; 1971, \$166 thousand.

General administration covers the overall planning, coordination and administration of the Department's

programs. Also included are certain services on a Department-wide basis.

2. *Budgetary and financial administration.*—This covers departmental budgetary and financial management. Policies and procedures are promulgated, and programs and legislative proposals are evaluated for budgetary, financial and related implications.

3. *General operations.*—These embrace departmental policies and procedures for real and personal property and supply activities. Department-wide central services of mail distribution, telephone, telegraph, reproduction, and supply are furnished.

4. *Management improvement.*—This covers the coordination and direction of the development of new and improved management techniques, acquisition and utilization of data processing equipment, development of methods of measuring the effectiveness of program operations, records management, and the application of operations research techniques to the administrative, program and scientific activities of the Department.

5. *Personnel administration.*—This covers general direction, leadership, and coordination of the personnel management program of the Department. Departmental policies and procedures are issued, and the Office coordinates a review program to evaluate the effectiveness of agency personnel programs. Cost reduction and related management improvement programs for the Department are also administered by this Office.

6. *Regulatory hearings and decisions.*—The hearing examiners hold hearings in connection with prescribing new regulations and orders and on disciplinary complaints filed by the Department, or on petitions filed by private parties asking relief from actions of the Department. Final administrative decisions in regulatory proceedings are rendered by the judicial officer. "Agriculture Decisions" is published monthly.

7. *Equal opportunity.*—This covers program and policy direction in the development and enforcement of Department equal opportunity responsibilities; review, analysis, and evaluation of agency programs and operations to ascertain compliance with applicable policies, rules and regulations of the Department and the Government; and processing of complaints made to the Department on discrimination in Department programs, including final Department disposition.

## Object Classification (in thousands of dollars)

Identification code	05-92-0115-0-1-355	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>				
11.1 Permanent positions.....		3,731	4,445	4,891
11.3 Positions other than permanent.....		28	28	28
11.5 Other personnel compensation.....		27	28	28
11.8 Special personal service payments.....		3	-----	-----
Total personnel compensation.....		3,789	4,501	4,947
12.1 Personnel benefits: Civilian employees.....		278	343	386
21.0 Travel and transportation of persons.....		155	191	259
22.0 Transportation of things.....		3	1	1
23.0 Rent, communications, and utilities.....		172	172	177
24.0 Printing and reproduction.....		133	126	129
25.0 Other services.....		150	139	186
26.0 Supplies and materials.....		46	36	40
31.0 Equipment.....		86	17	26
99.0 Total obligations.....		4,812	5,526	6,151

## Personnel Summary

Total number of permanent positions.....	320	326	364
Full-time equivalent of other positions.....	3	3	3
Average number of all employees.....	288	310	344
Average GS grade.....	8.0	8.1	8.2
Average GS salary.....	\$10,173	\$11,341	\$11,388
Average salary of ungraded positions.....	\$6,805	\$6,907	\$6,919

## Intragovernmental funds—Continued

## WORKING CAPITAL FUND

## Program and Financing (in thousands of dollars)

Identification code 05-92-4609-0-4-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
<b>Operating costs:</b>			
1. Supply and other central services:			
(a) Cost of goods sold.....	500	515	515
(b) Other.....	1,331	1,279	1,279
2. Reproduction services:			
(a) Cost of goods sold.....	292	350	350
(b) Other.....	1,718	1,686	1,632
3. Motion picture, photographic, and other visual information services:			
(a) Cost of goods sold.....	142	164	164
(b) Other.....	1,677	1,795	1,795
4. Automatic data processing services:			
Cost of service.....	4,178	4,549	4,549
Unfunded adjustment to total operating costs (loss on sale of equipment).....	-6		
Total operating costs, funded.....	9,832	10,338	10,284
<b>Capital outlay:</b>			
<b>Purchase of equipment:</b>			
1. Supply and other central services.....	6	32	32
2. Reproduction services.....	48	357	60
3. Motion picture, photographic, and other visual information services.....	64	168	88
4. Automatic data processing services.....	7	88	30
Total capital outlay, funded.....	125	645	210
Total program costs, funded.....	9,957	10,983	10,494
Change in selected resources <sup>1</sup> .....	57		
10 Total obligations.....	10,013	10,983	10,494
<b>Financing:</b>			
<b>Receipts and reimbursements from:</b>			
11 Federal funds: Revenue:			
Supply and other central services.....	-1,884	-1,809	-1,809
Reproduction services.....	-1,947	-2,080	-2,035
Motion picture, photographic, and other visual information services.....	-1,743	-1,898	-1,898
Automatic data processing services.....	-4,148	-4,588	-4,588
Decrease in unfilled customers orders.....	146		
14 Non-Federal sources: Revenue:			
Reproduction services.....	-18	-24	-24
Motion picture, photographic, and other visual information services.....	-113	-113	-113
21 Unobligated balance available, start of year.....	-869	-562	-91
24 Unobligated balance available, end of year.....	562	91	64
<b>Budget authority.....</b>			
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	306	472	27
72 Receivables in excess of obligations, start of year.....	-275	-520	-48
74 Receivables in excess of obligations, end of year.....	520	48	21
90 Outlays.....	551		

<sup>1</sup> Balances of selected resources are identified on the statement of financial condition.

This fund finances by advances or reimbursements certain central services in the Department, including duplicating, photographic, and other visual information services, art and graphics, motion picture, tabulating, supply, library photocopy and micro-filming services, civil defense activities, interagency employee training programs, mail and messenger services, and the centralized automatic data processing system for payroll, financial management, and other services.

The capital consists of \$400 thousand appropriated (5 U.S.C. 542-1), \$608 thousand in donated assets, and accumulated earnings of \$216 thousand as of June 30, 1969. Earnings are kept at a low level through adjustments in rates charged for services, to maintain as nearly as possible the nonprofit nature of the fund.

## Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1969 actual	1970 est.	1971 est.
<b>Supply and other central services:</b>			
Revenue.....	1,884	1,809	1,809
Expense.....	-1,836	-1,809	-1,809
Net operating income, other central services program.....	49		
<b>Reproduction services:</b>			
Revenue.....	1,965	2,104	2,059
Expense.....	-2,043	-2,104	-2,059
Net operating loss, reproduction services program.....	-79		
<b>Motion picture, photographic, and other visual information services:</b>			
Revenue.....	1,856	2,011	2,011
Expense.....	-1,872	-2,011	-2,011
Net operating loss, motion picture, photographic, and other visual information services program.....	-16		
<b>Automatic data processing services:</b>			
Revenue.....	4,148	4,588	4,588
Expense.....	-4,206	-4,588	-4,588
Net operating loss, automatic data processing services.....	-58		
Net operating loss for the year.....	-104		
<b>Analysis of retained earnings:</b>			
Retained earnings, start of year.....	320	216	216
Retained earnings, end of year.....	216	216	216

## Financial Condition (in thousands of dollars)

	1968 actual	1969 actual	1970 est.	1971 est.
<b>Assets:</b>				
Treasury balance.....	594	43	43	43
Accounts receivable, net.....	1,170	1,362	1,362	1,362
Selected assets: <sup>1</sup>				
Advances.....	6	6	6	6
Commodities for sale.....	315	368	368	368
Supplies, deferred charges, etc.....	109	70	70	70
Fixed assets, net.....	750	746	1,217	1,244
Total assets.....	2,943	2,595	3,066	3,093
<b>Liabilities:</b>				
Accounts payable and accrued liabilities.....	1,612	1,370	1,842	1,869
<b>Government equity:</b>				
<b>Non-interest-bearing capital:</b>				
Start of year.....	983	1,011	1,008	1,008
Donated assets, net.....	27	-2		
End of year.....	1,011	1,008	1,008	1,008
Retained earnings.....	320	216	216	216
Total Government equity.....	1,331	1,224	1,224	1,224
<b>Analysis of Government Equity (in thousands of dollars)</b>				
Unpaid undelivered orders <sup>1</sup> .....	211	254	254	254
Unobligated balance.....	869	562	91	64
Unfilled customers orders.....	-928	-782	-782	-782
Invested capital and earnings.....	1,179	1,190	1,661	1,688
Total Government equity.....	1,331	1,224	1,224	1,224

<sup>1</sup> The changes in these items are reflected on the program and financing schedule.



Object Classification (in thousands of dollars)			
Identification code 05-92-4609-0-4-355	1969 actual	1970 est.	1971 est.
Personnel compensation:			
11.1 Permanent positions.....	4, 122	4, 568	4, 658
11.3 Positions other than permanent.....	350	317	317
11.5 Other personnel compensation.....	168	144	144
11.8 Special personal service payments.....	-3		
Total personnel compensation.....	4, 637	5, 029	5, 119
12.1 Personnel benefits: Civilian employees.....	339	361	368
21.0 Travel and transportation of persons.....	61	69	69
22.0 Transportation of things.....	25	25	25
23.0 Rent, communications, and utilities.....	726	707	672
24.0 Printing and reproduction.....	214	127	127
25.0 Other services.....	2, 489	2, 555	2, 435
26.0 Supplies and materials.....	1, 330	1, 427	1, 431
31.0 Equipment.....	135	683	248
Total costs, funded.....	9, 957	10, 983	10, 494
94.0 Change in selected resources.....	57		
99.0 Total obligations.....	10, 013	10, 983	10, 494

Personnel Summary			
Total number of permanent positions.....	584	576	576
Full-time equivalent of other positions.....	75	71	71
Average number of all employees.....	609	602	608
Average GS grade.....	6. 6	6. 8	6. 8
Average GS salary.....	\$7, 894	\$8, 982	\$8, 996
Average salary of ungraded positions.....	\$6, 833	\$6, 921	\$6, 933

ADVANCES AND REIMBURSEMENTS			
Program and Financing (in thousands of dollars)			
Identification code 05-92-3900-0-4-355	1969 actual	1970 est.	1971 est.
Program by activities:			
Miscellaneous services to other accounts:			
(a) Department of Agriculture.....	90	114	114
(b) Other agencies.....	104	32	13
10 Total program costs, funded—obligations.....	194	146	127
Financing:			
11 Receipts and reimbursements from: Federal funds.....	-194	-146	-127
Budget authority.....			
Relation of obligations to outlays:			
71 Obligations incurred, net.....			
90 Outlays.....			

Object Classification (in thousands of dollars)			
Personnel compensation:			
11.1 Permanent positions.....	111	91	74
11.3 Positions other than permanent.....	3	3	3
Total personnel compensation.....	114	94	77
12.1 Personnel benefits: Civilian employees.....	8	8	6
21.0 Travel and transportation of persons.....	13	23	23
23.0 Rent, communications, and utilities.....	3		
24.0 Printing and reproduction.....	14	6	6
25.0 Other services.....	36	14	14
26.0 Supplies and materials.....	5	1	1
99.0 Total obligations.....	194	146	127

Personnel Summary			
Total number of permanent positions.....	7	5	5
Average number of all employees.....	7	5	5
Average GS grade.....	8. 0	8. 1	8. 2
Average GS salary.....	\$10, 173	\$11, 341	\$11, 388
Average salary of ungraded positions.....	\$6, 805	\$6, 907	\$6, 919

FOREST SERVICE

The Service carries on three primary functions: (1) protection, development, and use of about 187 million acres of land in national forests and national grasslands in the United States and Puerto Rico; (2) forestry research for all public and private forest lands and related ranges to improve protection from fire, insects, and diseases; to increase production of timber, forage, water, and other products; to improve methods for developing and managing recreation resources; to develop better utilization and marketing of forest products; and to maintain a current inventory of forest resources through a nationwide forest survey; and (3) cooperation with States and private landowners to obtain better fire protection on approximately 519 million acres of forest land and nonforest watersheds; to provide technical advice and financial assistance to promote development, improvement, and expansion of forest pest detection and suppression programs; to improve forest practices on about 395 million acres of State and local government and privately owned commercial timber lands; and to encourage reforestation and stimulate development and management of State, county, and community forests. These primary functions include construction and maintenance of roads and trails, control of forest pests, protection against floods, land acquisition and exchange, and a number of cooperative projects.

Federal Funds

General and special funds:

FOREST PROTECTION AND UTILIZATION

For expenses necessary for forest protection and utilization, as follows:

Forest land management: For necessary expenses of the Forest Service, not otherwise provided for, including the administration, improvement, development, and management of lands under Forest Service administration, fighting and preventing forest fires on or threatening such lands and for liquidation of obligations incurred in the preceding fiscal year for such purposes, control of white pine blister rust and other forest diseases and insects on Federal and non-Federal lands; ~~[\$192,810,000]~~ ~~\$211,561,000~~, of which \$4,275,000 for fighting and preventing forest fires and \$1,910,000 for insect and disease control shall be apportioned for use, pursuant to section 3679 of the Revised Statutes, as amended, to the extent necessary under the then existing conditions: *Provided*, That not more than \$1,300,000 of this appropriation may be used for acquisition of land under the Act of March 1, 1911, as amended (16 U.S.C. 513-519): *Provided further*, That funds appropriated for "Cooperative range improvements", pursuant to section 12 of the Act of April 24, 1950 (16 U.S.C. 580h), may be advanced to this appropriation.

Forest research: For forest research at forest and range experiment stations, the Forest Products Laboratory, or elsewhere, as authorized by law; ~~[\$42,137,000]~~ ~~\$45,066,000~~.

State and private forestry cooperation: For cooperation with States in forest-fire prevention and suppression, in forest tree planting on non-Federal public and private lands, and in forest management and processing, and for advising timberland owners, associations, wood-using industries, and others in the application of forest management principles and processing of forest products, as authorized by law; ~~[\$22,729,000]~~ ~~\$21,939,000~~. (7 U.S.C. 428a, 1010-1012, 1621-1627, 2201, 2202, 2250; 16 U.S.C. 207c, 471-583i, 594-1-594-5, 594a, 1004, 1005; 30 U.S.C. 601-604, 611-615; 31 U.S.C. 634; 42 U.S.C. 1891-1893; 43 U.S.C. 1181h-1181j; 36 Stat. 557-579; 67 Stat. 633; Department of the Interior and Related Agencies Appropriation Act, 1970.)

## General and special funds—Continued

## FOREST PROTECTION AND UTILIZATION—Continued

## Program and Financing (in thousands of dollars)

Identification code 05-96-1100-0-1-402	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
<b>1. Forest land management:</b>			
(a) National forest protection and management.....	163,029	181,910	189,681
(b) Water resource development related activities.....	9,254	7,339	5,109
(c) Fighting forest fires.....	25,697	4,275	4,410
(d) Insect and disease control.....	5,813	9,843	11,346
(e) Acquisition of lands.....	3,148	1,298	1,300
Total, forest land management.....	206,941	204,665	211,846
<b>2. Forest research:</b>			
(a) Forest and range management.....	16,841	18,028	18,297
(b) Forest protection.....	10,306	11,414	11,414
(c) Forest products and engineering.....	7,953	8,966	9,307
(d) Forest resource economics.....	5,067	5,441	6,048
(e) Forest research construction.....	1,565	567	36
Total, forest research.....	41,732	44,416	45,102
<b>3. State and private forestry cooperation:</b>			
(a) Forest fire control.....	13,901	16,469	14,469
(b) Forest tree planting.....	250	313	313
(c) Forest management and processing.....	3,556	4,130	4,950
(d) General forestry assistance.....	1,685	2,027	2,207
Total, State and private forestry cooperation.....	19,392	22,939	21,939
Total program costs, funded <sup>1</sup> .....	268,065	272,020	278,887
Change in selected resources <sup>2</sup> .....	-2,206	-3,213	379
10 Total obligations.....	265,859	268,807	279,266
<b>Financing:</b>			
11 Receipts and reimbursements from:			
Federal funds.....	-700	-700	-700
21 Unobligated balance available, start of year.....		-460	
24 Unobligated balance available, end of year.....	460		
25 Unobligated balance lapsing.....	3,040		
Budget authority.....	268,659	267,647	278,566
<b>Budget authority:</b>			
40 Appropriation.....	269,205	257,676	278,566
41 Transferred to other accounts.....	-546	-295	
43 Appropriation (adjusted).....	268,659	257,381	278,566
44.20 Proposed supplemental for civilian pay act increases.....		10,266	
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....	265,159	268,107	278,566
72 Obligated balance, start of year.....	36,877	40,991	44,516
74 Obligated balance, end of year.....	-40,991	-44,516	-40,051
77 Adjustments in expired accounts.....	2,626		
90 Outlays, excluding pay increase supplemental.....	263,670	254,922	282,425
91.20 Outlays from civilian pay act supplemental.....		9,660	606

<sup>1</sup> Includes capital outlay as follows: 1969, \$27,970 thousand; 1970, \$30,000 thousand; 1971, \$40,000 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows:

	1968	1969 adjust- ments	1969	1970	1971
Stores.....	3,785		3,760	3,760	3,760
Unpaid undelivered orders.....	23,565	2,640	24,276	21,063	21,442
Advances.....	400		148	148	148
Total selected resources.....	27,750	2,640	28,184	24,971	25,350

1. *Forest land management.*—(a) *National forest protection and management.*—The 154 national forests and 19 units of national grasslands are managed under multiple use and sustained yield principles. The natural resources of outdoor recreation, range, timber, watershed, and wildlife are utilized in a planned combination that will best meet the needs of the Nation without impairing productivity of the land. These management and utilization principles were recognized in the Multiple Use-Sustained Yield Act of June 12, 1960 (74 Stat. 215). Work programs and budget estimates are related to the development program for the national forests, a plan to meet the increasing demands for specific national forest resource needs through 1972 and for long-term objectives to the year 2000. Increases are provided in the budget to further attainment of these program objectives. Construction funds of \$9.9 million are budgeted for construction or rehabilitation of campground and picnic facilities and other recreation improvements; the construction of dwellings or barracks for employee housing; fire lookouts; service and storage buildings; communication facilities; and other improvements. Funds appropriated under Cooperative range improvements are merged with this appropriation for obligational purposes.

## MAIN WORKLOAD FACTORS

Description	1969 actual	1970 estimate	1971 estimate
<b>Area administered and protected:</b>			
(a) National Forest lands (acres).....	182,681,252	182,989,100	183,289,200
(b) National Grasslands (acres).....	3,801,807	3,802,400	3,803,400
(c) Land utilization projects (acres).....	149,093	149,100	149,100
<b>Timber managed and protected (billion board feet):</b>			
Timber sales (number).....	147,366	150,000	155,000
Timber harvested (billion board feet).....	11.8	12.9	13.4
<b>Grazing use permits (calendar year):</b>			
Paid.....	18,500	18,500	18,500
Exempt.....	50,000	50,000	50,000
<b>Estimated number of livestock on National Forest ranges (including calves and lambs):</b>			
Special use permits, excluding recreation (number).....	45,730	46,500	48,300
Recreation special use permits (number).....	21,000	22,000	23,000
<b>Estimated number of visitor days to National Forests (calendar year):</b>			
Tree planting and seeding (acres).....	112,455	105,900	140,000
Timber stand improvement (acres treated).....	122,432	127,500	216,000
Range reseeding and removal of competing vegetation (acres).....	178,000	210,000	210,000
<b>Receipts (thousands of dollars):</b>			
Timber sales.....	306,811	336,700	371,400
Grazing.....	3,842	4,328	4,415
Power.....	152	152	152
Recreation.....	2,468	2,670	2,870
Admission and user fees.....	1,237	1,540	1,840
Land uses.....	4,658	4,737	4,860
National grasslands and land utilization.....	2,087	2,130	2,165
Total receipts.....	321,255	352,257	387,702

(b) *Water resource development related activities.*—This activity provides for the development of recreational facilities and for other activities, required by water resource projects of other agencies, which are located within or adjacent to the national forests.



(c) *Fighting forest fires.*—This provides for employment of additional manpower and other facilities for forest fire emergencies which cannot be met by the fire control organization provided under national forest protection and management. Costs above the amounts estimated for the current and budget years are authorized to be met from advances from other Forest Service appropriations. In addition, a supplemental appropriation for fighting forest fires is anticipated for 1970 (proposed for later transmittal).

	Calendar year		
	1968 actual	1969 estimate	1970 estimate
Forest fires controlled (number).....	9,731	9,500	10,400
Area burned (acres).....	212,420	95,000	202,000

(d) *Insect and disease control.*—Activities to suppress and control destructive insects and diseases that threaten timber areas include two types of work carried on jointly by Federal, State, and private agencies: (1) Surveys on forest lands to detect and evaluate infestations of forest insects and infections of tree diseases, and determination of protective measures to be taken, and (2) control operations to suppress or eradicate forest insects and diseases, including white pine blister rust.

(e) *Acquisition of lands.*—Lands are purchased to protect the watersheds of navigable streams and to increase the production of timber, with the approval of the National Forest Reservation Commission.

2. *Forest research.*—Research is conducted at eight regional forest experiment stations, the Forest Products Laboratory, and the Institute of Tropical Forestry.

(a) *Forest and range management.*—This research provides private and public land managers and owners with a sound basis for management of timber, forage, and watershed lands. Studies are conducted to maintain a sustained yield of products at the lowest possible costs; increase forage for domestic livestock and improve habitat for wildlife without damage to soil, watershed, or other values; assure maximum regular flow of usable water and reduce floods and sedimentation; and improve methods for developing and managing recreation resources.

(b) *Forest protection.*—Research is conducted to develop sound measures for the protection of forests from damage by fire, insects, and diseases. Forest fire research provides improved methods of predicting fire danger, and preparing for and combating fire by combinations of ground and aerial methods. Insect and disease research develops direct controls, silvicultural measures, and biological agents to combat forest pests.

(c) *Forest products and engineering.*—Studies are conducted to develop: New and improved forest products, reduction and utilization of waste, and use of low-quality wood and less-desirable species. These include studies to reduce costs of logging and wood utilization, and to develop basic knowledge of wood and disseminate this to forest owners, manufacturers, fabricators, and consumers. Research is also conducted to advance the mechanization and efficiency of forestry operations, and to develop and evaluate machines and similar equipment for such operations as logging, planting, timber-stand improvement, and protection of forests.

(d) *Forest resource economics.*—Investigations are conducted to inventory and appraise the condition of forest lands, volume and quality of standing timber, ownership of timber resources, annual growth and depletion, and the potential need for timber products. Studies of the economics of forest crop production and of marketing of forest products are also included.

3. *State and private forestry cooperation.*—These programs are carried on with the States, other public agencies, and private agencies and individuals. Their purposes are to improve forest management on private and non-Federal public lands, and improve the production of forest products and services. By so doing, the welfare of rural people will be improved and an adequate supply of forest resources for the future will be assured. The privately owned forest lands that are involved comprise three-fourths of the Nation's commercial forest area and produce about 75% of all timber cut.

(a) *Forest fire control.*—Assistance is furnished 50 States in preventing and suppressing forest fires on private and State-owned lands by financial aid, training, procurement of equipment, and a nationwide fire prevention campaign. About 94% of the 519 million acres of non-Federal ownership planned for protection is now covered. During 1968 the acreage burned on protected areas was 0.33% as against an estimated 4.88% on unprotected lands. Of the total expenditures under this program, 84.7% is contributed by States and counties, 1.3% by private owners, and 14.0% by the Federal Government.

(b) *Forest tree planting.*—To encourage woodland owners to reforest unproductive portions of their holdings, and farmers to plant wind barriers around their fields and farmsteads—a total of more than 70 million acres altogether—the States provide planting stock at reasonable prices. The Federal Government shares the cost of producing the stock with the State and private landowners.

(c) *Forest management and processing.*—In cooperation with 49 States, Puerto Rico, and the Virgin Islands, technical assistance is given to woodland owners in applying good multiple use management to their forest holdings. Also, assistance is provided operators of small primary forest products manufacturing plants to improve their production and marketing. In 1969, 113,000 owners and 13,300 processors were assisted.

(d) *General forestry assistance.*—Technical forest management assistance is provided to State, community, private, and other Federal agencies, forest industries, colleges, and landowners.

Object Classification (in thousands of dollars)

Identification code 05-96-1100-0-1-402	1969 actual	1970 est.	1971 est.
FOREST SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	116,227	132,495	138,560
11.3 Positions other than permanent.....	29,456	28,253	29,647
11.5 Other personnel compensation.....	7,793	7,466	7,431
11.8 Special personal service payments....	1,753	537	537
Total personnel compensation.....	155,229	168,751	176,175
12.1 Personnel benefits: Civilian employees..	14,469	15,550	16,208
13.0 Benefits for former personnel.....	22	15	15
21.0 Travel and transportation of persons....	7,147	6,450	7,000
22.0 Transportation of things.....	9,015	7,300	8,000
23.0 Rent, communications, and utilities....	6,172	4,500	6,500
24.0 Printing and reproduction.....	1,732	1,500	2,500
25.0 Other services.....	25,023	20,425	17,415
26.0 Supplies and materials.....	14,255	12,500	13,000
31.0 Equipment.....	5,893	4,500	6,000
32.0 Lands and structures.....	9,048	7,100	8,000
33.0 Investments and loans.....	2	1	5
41.0 Grants, subsidies, and contributions....	18,146	20,510	18,700
42.0 Insurance claims and indemnities.....	58	30	50
Subtotal.....	266,211	269,132	279,568
95.0 Quarters and subsistence charges.....	-1,384	-1,320	-1,450
Total obligations, Forest Service....	264,827	267,812	278,118



## General and special funds—Continued

## FOREST PROTECTION AND UTILIZATION—Continued

## Object Classification (in thousands of dollars)—Continued

Identification code 05-96-1100-0-1-402	1969 actual	1970 est.	1971 est.
ALLOTMENT TO DEPARTMENT OF THE INTERIOR			
Personnel compensation:			
11.1 Permanent positions.....	290	289	311
11.3 Positions other than permanent.....	268	304	323
11.5 Other personnel compensation.....	8	7	8
Total personnel compensation.....	566	600	642
12.1 Personnel benefits: Civilian employees.....	33	37	41
21.0 Travel and transportation of persons.....	65	70	72
22.0 Transportation of things.....	29	28	31
23.0 Rent, communications, and utilities.....	11	11	13
24.0 Printing and reproduction.....	2	2	3
25.0 Other services.....	252	177	249
26.0 Supplies and materials.....	46	44	60
31.0 Equipment.....	28	26	37
Total obligations, Department of the Interior.....	1,032	995	1,148
99.0 Total obligations.....	265,859	268,807	279,266

## Personnel Summary

## FOREST SERVICE

Total number of permanent positions.....	13,358	13,746	14,154
Full-time equivalent of other positions.....	5,274	4,897	5,138
Average number of all employees.....	17,588	17,762	18,401
Average GS grade.....	7.9	8.0	8.0
Average GS salary.....	\$9,095	\$10,106	\$10,106
Average salary of ungraded positions.....	\$7,451	\$7,716	\$7,716

## ALLOTMENT TO DEPARTMENT OF THE INTERIOR

Total number of permanent positions.....	51	51	51
Full-time equivalent of other positions.....	48	53	55
Average number of all employees.....	80	83	87
Average GS grade.....	8.6	8.6	8.6
Average GS salary.....	\$9,744	\$10,682	\$10,689
Average salary of ungraded positions.....	\$6,964	\$7,308	\$7,550

Proposed for separate transmittal, existing legislation:

## FOREST PROTECTION AND UTILIZATION

## Program and Financing (in thousands of dollars)

Identification code 05-96-1100-1-1-402	1969 actual	1970 est.	1971 est.
Program by activities:			
10 Forest land management: Fighting forest fires (costs—obligations).....		21,000	
Financing:			
40 Budget authority (proposed supplemental appropriation).....		21,000	
Relation of obligations to outlays:			
71 Obligations incurred, net.....		21,000	
90 Outlays.....		21,000	

A supplemental appropriation of \$21 million for 1970 is anticipated for fighting forest fires.

## COOPERATIVE RANGE IMPROVEMENTS

For artificial revegetation, construction, and maintenance of range improvements, control of rodents, and eradication of poisonous and noxious plants on national forests in accordance with section 12 of the Act of April 24, 1950 (16 U.S.C. 580h), to be derived from grazing fees as authorized by said section, \$700,000, to remain available until expended. (*Department of the Interior and Related Agencies Appropriation Act, 1970.*)

## Program and Financing (in thousands of dollars)

Identification code 05-96-5207-0-2-402	1969 actual	1970 est.	1971 est.
Program by activities:			
10 Advanced to forest protection and utilization (cost—obligations) (object class 25.0).....	700	700	700
Financing:			
40 Budget authority (appropriation) (special fund).....	700	700	700
Relation of obligations to outlays:			
71 Obligations incurred, net.....	700	700	700
90 Outlays.....	700	700	700

Part of the grazing fees from the national forests, when appropriated, are used to protect or improve the productivity of the range, mainly by construction and maintenance of fences, stock watering facilities, bridges, corrals, and driveways. These funds are advanced to and merged with the appropriation Forest protection and utilization, subappropriation Forest land management.

## FOREST ROADS AND TRAILS (LIQUIDATION OF CONTRACT AUTHORITY) Authority

For expenses necessary for carrying out the provisions of title 23, United States Code, sections 203 and 205, relating to the construction and maintenance of forest development roads and trails, \$100,570,000 to remain available until expended, for liquidation of obligations incurred pursuant to authority contained in title 23, United States Code, section 203: *Provided*, That funds available under the Act of March 4, 1913 (16 U.S.C. 501), shall be merged with and made a part of this appropriation: *Provided further*, That not less than the amount made available under the provisions of the Act of March 4, 1913, shall be expended under the provisions of such Act. (7 U.S.C. 2250; 16 U.S.C. 532-536; 23 U.S.C. 101, 125, 209; 79 Stat. 132; *Department of the Interior and Related Agencies Appropriation Act, 1970.*)

## Program and Financing (in thousands of dollars)

Identification code 05-96-2262-0-1-402	1969 actual	1970 est.	1971 est.
Program by activities:			
1. Construction of roads and trails.....	84,840	111,412	134,898
2. Maintenance of roads and trails.....	30,665	28,034	26,550
Total program costs, funded <sup>1</sup> .....	115,505	139,446	161,448
Change in selected resources <sup>2</sup> .....	-567	16,022	5,000
10 Total obligations.....	114,938	155,468	166,448
Financing:			
11 Receipts and reimbursements from:			
Federal funds.....	-20,931	-31,206	-34,292
21.49 Unobligated balance available, start of year: Contract authority.....	-234,042	-310,035	-355,773
24.49 Unobligated balance available, end of year: Contract authority.....	310,035	355,773	323,617
Budget authority.....	170,000	170,000	100,000
Budget authority:			
Current:			
40 Appropriation.....	91,000	100,570	115,000
40.49 Appropriation to liquidate contract authority.....	-91,000	-100,570	-115,000
43 Appropriation (adjusted).....			
49 Contract authority (82 Stat. 815 and 23 U.S.C. 203).....	170,000		100,000
Permanent:			
69 Contract authority (82 Stat. 815 and 23 U.S.C. 203).....		170,000	



Relation of obligations to outlays:				
71	Obligations incurred, net.....	94,007	124,262	132,156
	Obligated balance, start of year:			
72.40	Appropriation.....	13,521	9,212	7,323
72.49	Contract authority.....	32,584	35,591	59,283
	Obligated balance, end of year:			
74.40	Appropriation.....	-9,212	-7,323	-----
74.49	Contract authority.....	-35,591	-59,283	-76,439
90	Outlays.....	95,309	102,459	122,323

<sup>1</sup> Includes capital outlay as follows: 1969, \$69,984 thousand; 1970, \$75,200 thousand; 1971, \$96,000 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$34,545 thousand; 1969, \$33,978 thousand; 1970, \$50,000 thousand; 1971, \$55,000 thousand.

#### Status of Unfunded Contract Authority (in thousands of dollars)

	1969 actual	1970 est.	1971 est.
Unfunded balance, start of year.....	266,626	345,626	415,056
Contract authority.....	170,000	170,000	100,000
Unfunded balance, end of year.....	-345,626	-415,056	-400,056
Appropriation to liquidate contract authority.....	91,000	100,570	115,000

Roads and trails are essential to protection and management of national forests and utilization of their resources.

The Federal-Aid Highway Act of 1968 provides authority of \$170 million each for 1970 and 1971. The authority is available for obligation a year in advance of the year for which authorized. This budget provides for utilization of \$15.8 million unused 1969 authorization and \$116.4 million of unused 1970 authorization.

The 1971 program will involve the construction and reconstruction of about 1,529 miles of general purpose and recreation roads and timber access roads to harvest national forest timber. This compares with 1,028 miles built in 1969 and 1,324 miles being built in 1970.

Of the revenues received annually from national forest activities, 10% is available under the permanent appropriation Roads and trails for States, for construction and maintenance within the States from which such proceeds are derived. Such amounts are merged with this appropriation for obligational purposes.

#### Object Classification (in thousands of dollars)

Identification code 05-96-2262-0-1-402	1969 actual	1970 est.	1971 est.
FOREST SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	35,636	41,159	42,175
11.3 Positions other than permanent.....	16,092	16,008	16,430
11.5 Other personnel compensation.....	796	823	925
Total personnel compensation.....	52,524	57,990	59,530
12.1 Personnel benefits: Civilian employees.....	4,381	4,890	5,001
13.0 Benefits for former personnel.....	2	1	5
21.0 Travel and transportation of persons.....	2,153	2,275	2,500
22.0 Transportation of things.....	3,867	3,850	5,000
23.0 Rent, communications, and utilities.....	1,676	2,000	2,500
24.0 Printing and reproduction.....	347	500	800
25.0 Other services.....	11,817	14,044	14,864
26.0 Supplies and materials.....	5,105	6,000	7,000
31.0 Equipment.....	2,051	3,000	5,000
32.0 Lands and structures.....	30,883	60,080	64,175
41.0 Grants, subsidies, and contributions.....	5	-----	-----
42.0 Insurance claims and indemnities.....	56	35	50
Subtotal.....	114,867	154,665	166,425
95.0 Quarters and subsistence charges.....	-265	-280	-350
Total obligations, Forest Service..	114,602	154,385	166,075

#### ALLOTMENT TO TRANSPORTATION, FEDERAL HIGHWAY ADMINIS- TRATION

Personnel compensation:			
11.1 Permanent positions.....	52	57	59
11.3 Positions other than permanent.....	9	10	11
11.5 Other personnel compensation.....	7	7	7
Total personnel compensation.....	68	74	77
12.1 Personnel benefits: Civilian employees.....	3	4	5
21.0 Travel and transportation of persons.....	25	25	25
22.0 Transportation of things.....	6	6	6
23.0 Rent, communications, and utilities.....	1	1	1
25.0 Other services.....	85	85	85
26.0 Supplies and materials.....	1	1	1
32.0 Lands and structures.....	147	887	173
Total obligations, Transportation, Federal Highway Administra- tion.....	336	1,083	373
99.0 Total obligations.....	114,938	155,468	166,448

#### Personnel Summary

#### FOREST SERVICE

Total number of permanent positions.....	4,586	4,638	4,745
Full-time equivalent of other positions.....	2,886	2,779	2,852
Average number of all employees.....	6,896	7,022	7,199
Average GS grade.....	7.9	8.0	8.0
Average GS salary.....	\$9,095	\$10,106	\$10,106
Average salary of ungraded positions.....	\$7,451	\$7,716	\$7,716

#### ALLOTMENT TO TRANSPORTATION, FEDERAL HIGHWAY ADMINIS- TRATION

Total number of permanent positions.....	10	10	10
Full-time equivalent of other positions.....	2	2	2
Average number of all employees.....	9	9	9
Average GS grade.....	7.3	7.3	7.3
Average GS salary.....	\$8,634	\$9,551	\$9,670

#### ACQUISITION OF LANDS FOR NATIONAL FORESTS

#### SPECIAL ACTS

For acquisition of land to facilitate the control of soil erosion and flood damage originating within the exterior boundaries of the following national forests, in accordance with the provisions of the following Acts, authorizing annual appropriations of forest receipts for such purposes, and in not to exceed the following amounts from such receipts, Cache National Forest, Utah, Act of May 11, 1938 (52 Stat. 347), as amended, \$20,000; Uinta and Wasatch National Forests, Utah, Act of August 26, 1935 (49 Stat. 866), as amended, \$20,000; Toiyabe National Forest, Nevada, Act of June 25, 1938 (52 Stat. 1205), as amended, \$8,000; [Cleveland] Angeles National Forest, California, Act of June 11, 1940 (54 Stat. [297] 299), \$32,000; in all, \$80,000: *Provided*, That no part of this appropriation shall be used for acquisition of any land which is not within the boundaries of the national forests and/or for the acquisition of any land without the approval of the local government concerned. (*Department of the Interior and Related Agencies Appropriation Act, 1970.*)

#### Amounts Available for Appropriation (in thousands of dollars)

	1969 actual	1970 est.	1971 est.
Receipts.....	44	80	80
Unobligated balances returned to unappropriated receipts.....	36	-----	-----
Total available for appropriation.....	80	80	80
Appropriation.....	-80	-80	-80
Unappropriated balance, end of year..	-----	-----	-----

## General and special funds—Continued

## ACQUISITION OF LANDS FOR NATIONAL FORESTS—Continued

## SPECIAL ACTS—continued

## Program and Financing (in thousands of dollars)

Identification code 05-96-5208-0-2-402	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Cache National Forest, Utah .....	1	22	20
2. Uinta and Wasatch National Forests, Utah .....	1	14	20
3. Toiyabe National Forest, Nevada .....	1	17	8
4. Angeles National Forest, California .....		27	
5. Cleveland National Forest, California .....			32
Total program costs, funded <sup>1</sup> .....	3	80	80
Change in selected resources <sup>2</sup> .....	41		
10 Total obligations .....	44	80	80
<b>Financing:</b>			
25 Unobligated balance lapsing .....	36		
40 Budget authority (appropriation) (special fund) .....	80	80	80
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net .....	44	80	80
72 Obligated balance, start of year .....	30	56	56
74 Obligated balance, end of year .....	-56	-56	-56
90 Outlays .....	17	80	80

<sup>1</sup> Includes capital outlay as follows: 1969, \$0; 1970, \$77 thousand; 1971, \$77 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$15 thousand; 1969, \$56 thousand; 1970, \$56 thousand; 1971, \$56 thousand.

On the basis of agreements with certain counties in Utah, Nevada, and California, National Forest receipts, including the portions which would normally be paid to county road and school funds, are used for purchase by the Government of privately owned lands within the national forests to aid in the control of soil erosion and flood damage.

## Object Classification (in thousands of dollars)

Identification code 05-96-5208-0-2-402	1969 actual	1970 est.	1971 est.
11.1 Personnel compensation: Permanent positions .....	3	3	3
32.0 Lands and structures .....	41	77	77
99.0 Total obligations .....	44	80	80

## Personnel Summary

Average number of all employees .....	1	1	1
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## ASSISTANCE TO STATES FOR TREE PLANTING

For expenses necessary to carry out section 401 of the Agricultural Act of 1956, approved May 28, 1956 (16 U.S.C. 568e), \$1,000,000, to remain available until expended. (*Department of the Interior and Related Agencies Appropriation Act, 1970.*)

## Program and Financing (in thousands of dollars)

Identification code 05-96-1101-0-1-402	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
Tree planting assistance (program costs, funded) .....	984	1,073	1,000
Change in selected resources <sup>1</sup> .....	13		
10 Total obligations .....	997	1,073	1,000

## Financing:

21 Unobligated balance available, start of year	-70	-73	
24 Unobligated balance available, end of year	73		
40 Budget authority (appropriation) .....	1,000	1,000	1,000
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net .....	997	1,073	1,000
72 Obligated balance, start of year .....	275	376	449
74 Obligated balance, end of year .....	-376	-449	-449
90 Outlays .....	896	1,000	1,000

<sup>1</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$190 thousand; 1969, \$203 thousand; 1970, \$203 thousand; 1971, \$203 thousand.

To carry out section 401 of the Agricultural Act of 1956 (16 U.S.C. 568e-568g), assistance is given to the State forester or other State official, through technical advice and financial contribution, to carry out tree planting and reforestation work in accordance with plans submitted by the State and approved by the Secretary.

## Object Classification (in thousands of dollars)

Identification code 05-96-1101-0-1-402	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions .....	159	205	205
11.3 Positions other than permanent .....	3	2	2
Total personnel compensation .....	162	207	207
12.1 Personnel benefits: Civilian employees .....	13	17	17
21.0 Travel and transportation of persons .....	19	18	15
22.0 Transportation of things .....	2	1	1
23.0 Rent, communications, and utilities .....	1	2	2
24.0 Printing and reproduction .....	4		
25.0 Other services .....	1	2	2
26.0 Supplies and materials .....	1	1	1
41.0 Grants, subsidies, and contributions .....	794	825	755
99.0 Total obligations .....	997	1,073	1,000

## Personnel Summary

Total number of permanent positions .....	16	16	16
Full-time equivalent of other positions .....	1	0	0
Average number of all employees .....	14	17	17
Average GS grade .....	7.9	8.0	8.0
Average GS salary .....	\$9,095	\$10,106	\$10,106
Average salary of ungraded positions .....	\$7,451	\$7,716	\$7,716

## OTHER GENERAL FUNDS

## Program and Financing (in thousands of dollars)

Identification code 05-96-9998-0-1-402	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Acquisition of lands for Uinta National Forest .....		97	
2. Acquisition of lands for Wasatch National Forest .....		250	
3. Acquisition of lands for Superior National Forest .....	13	33	
4. Acquisition of lands for Cache National Forest .....		11	
5. Access roads .....			
Total capital outlay funded .....	13	391	
Change in selected resources <sup>1</sup> .....	-13	-185	
10 Total obligations (object class 32.0) .....		206	
<b>Financing:</b>			
17 Recovery of prior year obligations .....	-1		
21 Unobligated balance available, start of year	-205	-206	
24 Unobligated balance available, end of year	206		
Budget authority .....			



Relation of obligations to outlays:			
71 Obligations incurred, net.....	206	-----	
72 Obligated balance, start of year.....	212	-----	
74 Obligated balance, end of year.....	-198	-----	
90 Outlays.....	13	404	-----
Distribution of outlays by account:			
Acquisition of lands for Uinta National Forest.....	97	-----	
Acquisition of lands for Wasatch National Forest.....	250	-----	
Acquisition of lands for Superior National Forest.....	13	33	-----
Acquisition of lands for Cache National Forest.....	11	-----	
Access roads.....	13	-----	

<sup>1</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$199 thousand (1969 adjustments, —\$1 thousand); 1969, \$185 thousand; 1970, \$0; 1971, \$0.

1. *Acquisition of lands for Uinta National Forest.*—79 Stat. 899, approved October 1, 1965, provided authorization for the appropriation of \$300 thousand for purchase of nonfederally owned land to promote the control of floods and the reduction of soil erosion through restoration of adequate vegetative cover. The full amount of this authorization was appropriated in fiscal year 1967. As of June 30, 1969, 8,847 acres have been approved for purchase.

2. *Acquisition of lands for Wasatch National Forest.*—76 Stat. 545, approved September 14, 1962, added some 24,000 acres to the Wasatch National Forest and authorized the appropriation of \$400 thousand for purchase of privately owned lands within the area to aid in the control of floods and reduction of soil erosion. The 1965 appropriation completed the authorization. As of June 30, 1969, approximately 12,345 acres of land had been acquired.

3. *Acquisition of lands for Superior National Forest.*—The authorization for the purchase of land within this forest was increased to \$4.5 million (16 U.S.C. 557c-577h). The 1963 appropriation completed the authorization for acquisition of the remaining tracts.

4. *Acquisition of lands for Cache National Forest.*—Lands are acquired to enable control and minimization of soil erosion and flood damage.

#### ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations or allotments from other accounts are included in the schedule of the parent appropriations, as follows:

Agriculture:  
Agricultural Stabilization and Conservation Service: "Expenses."  
Soil Conservation Service:  
"Flood prevention."  
"Watershed planning."  
"Works of improvement."  
"River basin surveys and investigations."  
"Resource conservation and development."  
Funds appropriated to the President:  
"Office of Economic Opportunity."  
"Appalachian regional development programs, executive."  
Interior:  
Bureau of Land Management, "Oregon and California grant lands."  
Bureau of Outdoor Recreation, "Land and water conservation fund."  
National Park Service, "Management and protection."  
National Park Service, "Maintenance and Rehabilitation of Physical Facilities."  
Commerce: Economic Development Assistance, "Development Facilities."  
Transportation: Federal Highway Administration, "Federal-Aid Highways Trust Fund."

#### ADMINISTRATIVE PROVISIONS, FOREST SERVICE

Appropriations to the Forest Service for the current fiscal year shall be available for: (a) purchase of not to exceed [two] one

hundred and [twelve] ninety passenger motor vehicles of which one hundred and [eighty] seventy shall be for replacement only, and hire of such vehicles; operation and maintenance of aircraft and the purchase of not to exceed [two] four for replacement only; (b) employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$25,000 for employment under 5 U.S.C. 3109; (c) uniforms, or allowances therefor, as authorized by law (5 U.S.C. 5901-5902); (d) purchase, erection, and alteration of buildings and other public improvements (7 U.S.C. 2250); (e) expenses of the National Forest Reservation Commission as authorized by section 14 of the Act of March 1, 1911 (16 U.S.C. 514); and (f) acquisition of land and interests therein for sites for administrative and not to exceed \$75,000 for research purposes, pursuant to the Act of August 3, 1956 (7 U.S.C. 428a).

Except to provide materials required in or incident to research or experimental work where no suitable domestic product is available, no part of the funds appropriated to the Forest Service shall be expended in the purchase of twine manufactured from commodities or materials produced outside of the United States.

Funds appropriated under this Act shall not be used for acquisition of forest lands under the provisions of the Act approved March 1, 1911, as amended (16 U.S.C. 513-519, 521), where such land is not within the boundaries of an established national forest or purchase unit. (*Department of the Interior and Related Agencies Appropriation Act, 1970.*)

#### FOREST SERVICE PERMANENT APPROPRIATIONS

##### Program and Financing (in thousands of dollars)

Identification code 05-96-9999-0-2-402	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Roads and trails for States, national forests fund.....	20,931	31,206	34,292
2. Brush disposal.....	8,933	13,275	15,742
3. Forest fire prevention.....	81	92	127
4. Restoration of forest lands and improvements.....	13	25	25
5. Payment to Minnesota.....	146	258	258
6. Payments to counties, national grasslands.....	538	488	488
7. Payments to school funds, Arizona and New Mexico.....	90	125	125
8. Payments to States, national forests fund.....	52,326	78,013	85,728
Total program costs, funded <sup>1</sup> .....	83,058	123,482	136,785
Change in selected resources <sup>2</sup> .....	39	325	8
10 Total obligations.....	83,096	123,807	136,793
<b>Financing:</b>			
21 Unobligated balance available, start of year	-13,570	-16,521	-15,754
24 Unobligated balance available, end of year	16,521	15,754	12,810
60 Budget authority (appropriation) (permanent, indefinite, special funds).....	86,046	123,040	133,849
<b>Distribution of budget authority by account:</b>			
Roads and trails for States, national forests fund.....	20,931	31,206	34,292
Brush disposal.....	11,904	12,800	12,800
Forest fire prevention.....	100	125	133
Restoration of forest lands and improvements.....	11	25	25
Payment to Minnesota.....	146	258	258
Payments to counties, national grasslands.....	538	488	488
Payments to school funds, Arizona and New Mexico.....	90	125	125
Payments to States, national forests fund.....	52,326	78,013	85,728

<sup>1</sup> Includes capital outlay as follows: 1969, \$228 thousand; 1970, \$350 thousand; 1971, \$400 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$543 thousand; 1969, \$582 thousand; 1970, \$907 thousand; 1971, \$915 thousand.



## General and special funds—Continued

## FOREST SERVICE PERMANENT APPROPRIATIONS—Continued

## Program and Financing (in thousands of dollars)—Continued

Identification code 05-96-9999-0-2-402	1969 actual	1970 est.	1971 est.
Relation of obligations to outlays:			
71 Obligations incurred, net.....	83,096	123,807	136,793
72 Obligated balance, start of year.....	1,197	1,343	652
74 Obligated balance, end of year.....	-1,343	-652	-1,927
90 Outlays.....	82,950	124,498	135,518
Distribution of outlays by account:			
Roads and trails for States, national forests fund.....	20,931	31,206	34,292
Brush disposal.....	9,017	14,100	14,475
Forest fire prevention.....	63	92	127
Restoration of forest lands and improvements.....	14	25	25
Payment to Minnesota.....	146	258	258
Payments to counties, national grasslands.....	538	488	488
Payments to school funds, Arizona and New Mexico.....	90	125	125
Payments to States, national forests fund.....	52,151	78,204	85,728

1. *Roads and trails for States, national forests fund.*—With minor exceptions, 10% of the money received from the national forests is advanced to and merged with the appropriation Forest roads and trails for construction and maintenance of roads and trails within the State from which such proceeds are derived (16 U.S.C. 501).

2. *Brush disposal.*—Payments made for this purpose by purchasers of national forest timber are used to dispose of or treat slash and other debris that result from cutting operations (16 U.S.C. 490).

3. *Forest fire prevention.*—Fees for the use of the character "Smokey Bear" by private enterprises are collected under regulations promulgated by the Secretary and are available for furthering the nationwide forest fire prevention campaign (18 U.S.C. 711).

4. *Restoration of forest lands and improvements.*—Funds received from settlement of claims involving damage to lands or improvements and from forfeiture of deposits and bonds by permittees and timber purchasers are used for the restoration made necessary by the action which led to the settlement or forfeiture (16 U.S.C. 579c).

5. *Payment to Minnesota.*—At the close of each fiscal year the State of Minnesota is paid 0.75% of the appraised value of certain Superior National Forest lands in the counties of Cook, Lake, and St. Louis for distribution to these counties (16 U.S.C. 577g).

6. *Payments to counties, national grasslands.*—Of the revenues received from the use of national grasslands, 25% is paid to the counties in which such land is situated for school and road purposes (7 U.S.C. 1012).

7. *Payments to school funds, Arizona and New Mexico.*—The States of Arizona and New Mexico are paid a share of the national forest receipts for school purposes (36 Stat. 562, 573).

8. *Payments to States, national forests fund.*—With minor exceptions, 25% of the money received from the national forests is paid to the States for public schools and roads of the county in which such forests are situated (16 U.S.C. 500).

## Object Classification (in thousands of dollars)

Identification code 05-96-9999-0-2-402	1969 actual	1970 est.	1971 est.
Personnel compensation:			
11.1 Permanent positions.....	3,258	3,667	4,561
11.3 Positions other than permanent.....	2,393	2,645	3,236
11.5 Other personnel compensation.....	432	388	393
Total personnel compensation.....	6,083	6,700	8,190
12.1 Personnel benefits: Civilian employees.....	432	495	610

21.0 Travel and transportation of persons.....	58	100	125
22.0 Transportation of things.....	477	685	740
23.0 Rent, communications, and utilities.....	184	300	450
24.0 Printing and reproduction.....	13	25	40
25.0 Other services.....	22,239	35,493	38,609
26.0 Supplies and materials.....	311	575	775
31.0 Equipment.....	203	400	500
32.0 Lands and structures.....	92	250	300
41.0 Grants, subsidies, and contributions.....	53,100	78,884	86,599
42.0 Insurance claims and indemnities.....	1	1	5
44.0 Refunds.....	1	1	-----
Subtotal.....	83,194	123,909	136,943
95.0 Quarters and subsistence charges.....	-98	-102	-150
99.0 Total obligations.....	83,096	123,807	136,793

## Personnel Summary

Total number of permanent positions.....	485	477	583
Full-time equivalent of other positions.....	446	461	564
Average number of all employees.....	862	885	1,091
Average GS grade.....	7.9	8.0	8.0
Average GS salary.....	\$9,095	\$10,106	\$10,106
Average salary of ungraded positions.....	\$7,451	\$7,716	\$7,716

## Intragovernmental funds:

## WORKING CAPITAL FUND

## Program and Financing (in thousands of dollars)

Identification code 05-96-4605-0-4-402	1969 actual	1970 est.	1971 est.
Program by activities:			
Operating costs:			
1. Equipment service.....	14,540	15,557	15,557
2. Aircraft service.....	840	700	700
3. Supply service.....	2,841	3,074	3,074
4. Nurseries.....	2,534	2,508	2,508
Total operating costs, funded.....	20,755	21,839	21,839
Capital outlay:			
1. Equipment service.....	6,928	8,326	9,325
2. Aircraft service.....	1	-----	-----
3. Supply service.....	33	12	-----
4. Nurseries.....	84	1	-----
Total capital outlay, funded.....	7,046	8,339	9,325
Total program costs, funded.....	27,801	30,178	31,164
Change in selected resources <sup>1</sup> .....	927	-330	-----
10 Total obligations.....	28,728	29,848	31,164
Financing:			
Receipts and reimbursements from:			
11 Federal funds:			
Revenue:			
Equipment service.....	-18,559	-20,815	-20,816
Aircraft service.....	-673	-782	-782
Supply service.....	-2,526	-3,226	-3,226
Nurseries.....	-2,657	-2,593	-2,593
Income provision for increased cost of equipment replacement.....	-479	-676	-676
Increase in unfilled customer orders.....	-133	57	-----
14 Non-Federal sources: Proceeds from sale of equipment and other assets.....	-1,102	-1,071	-1,071
21 Unobligated balance available, start of year.....	-5,219	-2,620	-1,878
24 Unobligated balance available, end of year.....	2,620	1,878	-122
40 Budget authority.....	-----	-----	-----

## Relation of obligations to outlays:

71 Obligations incurred, net.....	2,599	742	2,000
72 Obligated balance, start of year.....	6,506	8,375	8,103
74 Obligated balance, end of year.....	-8,375	-8,103	-8,103
90 Outlays.....	730	1,014	2,000

<sup>1</sup> Selected resources as of June 30 are as follows:

	1968	1969	1970	1971
Undelivered orders.....	3,410	4,248	3,918	3,918
Stores.....	6,212	6,293	6,293	6,293
Deferred charges.....	4	12	12	12
Total selected resources.....	9,626	10,553	10,223	10,223



The Working capital fund was established by the act of August 3, 1956 (16 U.S.C. 579b), as amended by the act of October 23, 1962 (16 U.S.C. 579b). It is a self-sustaining revolving fund which provides services to national forests, experiment stations, and when necessary, to other Federal agencies, and as provided by law to State and private agencies and persons who cooperate with the Forest Service in fire control and other authorized programs.

The Working capital fund requires no cash appropriation. Initially, its assets were purchased by regular Forest Service appropriations and donated to the fund. Where expansion of Working capital fund operations is required it generally is financed prorata by benefiting Forest Service appropriations and the resulting assets are donated to the fund. In some instances, assets have been obtained without cost to Forest Service appropriations or the Working capital fund. In other instances, the expansion was financed by the Working capital fund.

The following services were provided by the Working capital fund in fiscal year 1969:

1. *Equipment service.*—This service owns, operates, maintains, and replaces approximately 13,500 pieces of common use motor driven and similar equipment. This equipment is rented to a total of 166 proclaimed national forests, experiment stations and other units, and in some cases to other agencies, at rates which recover the cost of operation, repair and maintenance, management, and depreciation. The rates also include an increment which provides additional cash which when added to depreciation earnings and the residual value of equipment provides sufficient funds to replace the equipment. This service operates 90 repair shops.

2. *Aircraft service.*—This service operates and maintains 57 Forest Service-owned aircraft used in fire surveillance and suppression and in other Forest Service programs. The aircraft are based at 11 locations and are rented to national forests, experiment stations, and in some cases to other agencies, at rates which recover the cost of operation, maintenance, repair, and improvements in the air-worthiness of the aircraft. Replacement costs and the costs of additional aircraft are financed prorata by benefiting Forest Service appropriations. This service operates three aircraft maintenance shops.

3. *Supply service.*—This service operates the following common services:

(a) *Central supply.*—This service has two locations for procurement, warehousing, and supply of common use items, such as work project tools, provisions, and supplies. Grass seed is procured, stored, and issued from two other locations. Issuances and sales are made to national forests, experiment stations, and others at prices which recover cost.

(b) *Photo reproduction.*—Four photo reproduction laboratories store, reproduce, and supply aerial photographs, aerial maps, and other photographs of national forest lands. The photographic reproductions are sold to national forests, experiment stations, and others at cost.

(c) *Sign shops.*—These include 11 small shops which manufacture and supply special signs for the national forests for use in regulating traffic and as information to the public and other users of the national forests. The signs are sold to national forests and experiment stations at cost.

(d) *Subsistence.*—There are 28 facilities which prepare and serve meals at cost to Forest Service work crews working in remote areas where adequate public restaurant facilities are not available.

(e) *Cribbing.*—This facility is located on the Angeles National Forest, Calif., to manufacture special concrete structural material used in embankments for erosion control purposes along access roads in the national forests. This material is sold to national forests at prices which recover costs.

4. *Nurseries.*—This service operates 14 forest tree nurseries and cold storage facilities for storage of tree and seed stock, and one seed extractory. Tree seed is procured, cleaned, bagged, and stored in refrigerated facilities. Tree and seed stock is sold to national forests, States, and other Federal agencies at cost.

#### VOLUME OF BUSINESS FOR THE VARIOUS MAJOR ACTIVITIES OF THE WORKING CAPITAL FUND

[In thousands of dollars]

	1969 actual	1970 estimate	1971 estimate
Equipment service.....	19,038	21,491	21,492
Aircraft service.....	673	782	782
Supply service.....	2,526	3,226	3,226
Nurseries.....	2,657	2,593	2,593
Total.....	24,894	28,092	28,093

The following is a tabulation of the capital and earnings of the Working capital fund:

#### ANALYSIS OF CAPITAL AND EARNINGS

[In thousands of dollars]

	Actual through June 30, 1969	Estimated through June 30, 1970	Estimated through June 30, 1971
Value of assets donated to the fund.....	33,724	34,498	35,272
Value of assets acquired from earnings....	7,984	10,195	11,150
Earnings reserved for future acquisition of assets.....	1,651	500	500
Balance of earnings.....	-894	-500	-----
Total capital and earnings.....	42,465	44,693	46,922

#### Object Classification (in thousands of dollars)

Identification code 05-96-4605-0-4-402	1969 actual	1970 est.	1971 est.
Personnel compensation:			
11.1 Permanent positions.....	6,199	6,503	6,503
11.3 Positions other than permanent....	2,200	2,320	2,320
11.5 Other personnel compensation.....	137	143	143
11.8 Special personal service payments....	37	49	49
Total personnel compensation.....	8,573	9,015	9,015
12.1 Personnel benefits: Civilian employees.....	678	722	725
13.0 Benefits for former personnel.....	3	1	1
21.0 Travel and transportation of persons....	165	173	175
22.0 Transportation of things.....	177	178	180
23.0 Rent, communications, and utilities....	442	456	460
24.0 Printing and reproduction.....	34	34	35
25.0 Other services.....	2,368	2,477	2,486
26.0 Supplies and materials.....	9,041	8,988	9,000
31.0 Equipment.....	7,277	7,836	9,120
32.0 Lands and structures.....	2	1	1
42.0 Insurance claims and indemnities.....	2	1	1
44.0 Refunds.....	8	8	10
Subtotal.....	28,770	29,890	31,209
95.0 Quarters and subsistence charges.....	-42	-42	-45
99.0 Total obligations.....	28,728	29,848	31,164

#### Personnel Summary

Total number of permanent positions.....	846	833	833
Full-time equivalent of other positions.....	360	364	364
Average number of all employees.....	1,146	1,150	1,150
Average GS grade.....	7.9	8.0	8.0
Average GS salary.....	\$9,095	\$10,106	\$10,106
Average salary of ungraded positions.....	\$7,451	\$7,716	\$7,716



## Intragovernmental funds—Continued

## ADVANCES AND REIMBURSEMENTS

## Program and Financing (in thousands of dollars)

Identification code 05-96-3911-0-4-402	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Repair of equipment and sale of supplies, materials, equipment, and services to other activities of the Forest Service; the Departments of Agriculture, Transportation, Interior, and Defense; Atomic Energy Commission; National Aeronautics and Space Administration; and other agencies.....	1,527	2,471	1,955
2. Construction and maintenance of roads, trails, and other improvements.....	722	1,325	1,325
3. Forest fire protection and suppression.....	-224	2,300	2,300
4. Surveys, land appraisals, mapping, cruising timber, and preparation of timber management plans, snow scale readings, etc., on national forest and other lands.....	177	200	200
5. Insect and disease control.....	36	40	40
6. Forest research at experimental forests and ranges, and for foreign countries.....	1,669	1,910	1,801
7. Investigations at Forest Products Laboratory.....	144	150	150
8. Cooperation in forest fire control, forest management and processing, and forest tree planting.....	2,119	2,200	2,200
9. Defense preparedness planning.....	19	20	20
10. Agency for International Development.....	298	266	270
Total program costs, funded <sup>1</sup> .....	6,487	10,882	10,261
Change in selected resources <sup>2</sup> .....	2,731	-241	11
10 Total obligations.....	9,218	10,641	10,272
<b>Financing:</b>			
Receipts and reimbursements from:			
11 Federal funds.....	-6,457	-7,606	-7,275
14 Non-Federal sources <sup>3</sup> .....	-2,643	-2,960	-2,960
21 Unobligated balance available, start of year.....	-291	-173	-98
24 Unobligated balance available, end of year.....	173	98	61
Budget authority.....	-----	-----	-----
Relation of obligations to outlays:			
71 Obligations incurred, net.....	119	75	37
72 Obligated balance, start of year.....	114	165	50
74 Obligated balance, end of year.....	-165	-50	-40
90 Outlays.....	68	190	47

<sup>1</sup> Includes capital outlay as follows: 1969, \$406 thousand; 1970, \$450 thousand; 1971, \$450 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1968, \$294 thousand (1969 adjustments, -\$2,445 thousand); 1969, \$580 thousand; 1970, \$339 thousand; 1971, \$350 thousand.

<sup>3</sup> Reimbursements from non-Federal sources are primarily for sale of equipment, supplies, and materials; costs of suppressing forest fires on State and private forest lands adjacent to, or intermingled with, national forests under terms of written cooperative agreements (16 U.S.C. 572, 580, 580a); and sale of personal property (40 U.S.C. 481(c)).

## Object Classification (in thousands of dollars)

Identification code 05-96-3911-0-4-402	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	2,619	2,717	2,718
11.3 Positions other than permanent.....	1,086	1,225	1,225
11.5 Other personnel compensation.....	432	414	417
11.8 Special personal service payments.....	207	100	100
Total personnel compensation.....	4,344	4,456	4,460
12.1 Personnel benefits: Civilian employees.....	304	334	335
21.0 Travel and transportation of persons.....	302	300	300

22.0 Transportation of things.....	151	200	200
23.0 Rent, communications, and utilities.....	192	200	200
24.0 Printing and reproduction.....	29	35	35
25.0 Other services.....	2,528	3,338	2,964
26.0 Supplies and materials.....	671	1,100	1,100
31.0 Equipment.....	187	300	300
32.0 Lands and structures.....	488	400	400
41.0 Grants, subsidies, and contributions.....	54	10	10
Subtotal.....	9,250	10,673	10,304
95.0 Quarters and subsistence charges.....	-32	-32	-32
99.0 Total obligations.....	9,218	10,641	10,272

## Personnel Summary

Total number of permanent positions.....	304	288	288
Full-time equivalent of other positions.....	229	239	239
Average number of all employees.....	524	521	521
Average GS grade.....	7.9	8.0	8.0
Average GS salary.....	\$9,095	\$10,106	\$10,106
Average salary of ungraded positions.....	\$7,451	\$7,716	\$7,716

## Trust Funds

## COOPERATIVE WORK (TRUST FUND)

## Program and Financing (in thousands of dollars)

Identification code 05-96-8028-0-7-402	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
1. Construction and maintenance of roads and trails.....	2,815	3,350	7,699
2. Construction and maintenance of other improvements.....	669	564	950
3. Protection of national forest and adjacent private land.....	2,715	3,020	3,425
4. Sale area betterment and scaling.....	22,339	25,395	32,450
5. Research investigations.....	722	735	975
6. Administration.....	27	30	30
7. Reforestation.....	14	20	70
8. Development, administration, and operation of Kerr Memorial Arboretum and Cradle of Forestry.....	-----	1	1
Total program costs, funded <sup>1</sup> .....	29,302	33,115	45,600
Change in selected resources <sup>2</sup> .....	4	807	-----
10 Total obligations.....	29,306	33,922	45,600
<b>Financing:</b>			
17 Recovery of prior year obligations.....	-600	-----	-----
21 Unobligated balance available, start of year.....	-46,280	-57,923	-68,751
24 Unobligated balance available, end of year.....	57,923	68,751	67,901
60 Budget authority (appropriation) (permanent).....	40,349	44,750	44,750
Relation of obligations to outlays:			
71 Obligations incurred, net.....	28,706	33,922	45,600
72 Obligated balance, start of year.....	3,928	3,898	4,481
74 Obligated balance, end of year.....	-3,898	-4,481	-4,499
90 Outlays.....	28,736	33,339	45,582

<sup>1</sup> Includes capital outlay as follows: 1969, \$14,930 thousand; 1970, \$15,000 thousand; 1971, \$22,000 thousand.

<sup>2</sup> Selected resources as of June 30 are as follows:

	1968	1969	1970	1971
Unpaid undelivered orders.....	2,185	2,193	3,000	3,000
Advances.....	4	-----	-----	-----
Total selected resources.....	2,189	2,193	3,000	3,000

**Cooperative work.**—Advances, including deposits from purchasers of timber, are received and used for cooperative work in forest investigations, protection, and improvement of the national forests; and protection, reforestation, and administration of private lands adjacent to national forests (16 U.S.C. 490, 498, 572, 572a, 576b, 581; 31 U.S.C. 725s; 78 Stat. 1089).



## Object Classification (in thousands of dollars)

Identification code 05-96-8028-0-7-402	1969 actual	1970 est.	1971 est.
<b>Personnel compensation:</b>			
11.1 Permanent positions.....	10,662	12,238	13,982
11.3 Positions other than permanent.....	6,129	6,597	7,611
11.5 Other personnel compensation.....	365	347	432
Total personnel compensation.....	17,156	19,182	22,025
12.1 Personnel benefits: Civilian employees.....	1,332	1,519	1,740
13.0 Benefits for former personnel.....	1		
21.0 Travel and transportation of persons.....	234	300	500
22.0 Transportation of things.....	1,099	1,300	1,500
23.0 Rent, communications, and utilities.....	429	500	500
24.0 Printing and reproduction.....	63	100	200
25.0 Other services.....	3,429	3,631	7,000
26.0 Supplies and materials.....	2,856	3,500	5,000
31.0 Equipment.....	346	550	750
32.0 Lands and structures.....	2,306	3,500	6,575
42.0 Insurance claims and indemnities.....	7	10	10
44.0 Refunds.....	209		
Subtotal.....	29,467	34,092	45,800
95.0 Quarters and subsistence charges.....	-161	-170	-200
99.0 Total obligations.....	29,306	33,922	45,600

## Personnel Summary

Total number of permanent positions.....	1,506	1,552	1,763
Full-time equivalent of other positions.....	1,110	1,132	1,306
Average number of all employees.....	2,459	2,569	2,948
Average GS grade.....	7.9	8.0	8.0
Average GS salary.....	\$9,095	\$10,106	\$10,106
Average salary of ungraded positions.....	\$7,451	\$7,716	\$7,716

## Legislative Program

Proposed for separate transmittal, proposed legislation :

## CONSUMER AND MARKETING SERVICE

## CONSUMER PROTECTIVE, MARKETING, AND REGULATORY PROGRAMS

## Program and Financing (in thousands of dollars)

Identification code 05-32-2500-2-1-355	1969 actual	1970 est.	1971 est.
<b>Program by activities:</b>			
2. Inspection, grading, classing and standardization:			
(c) All other.....			-26
3. Regulatory activities.....			-28
10 Total program costs—obligations.....			-54
<b>Financing:</b>			
14 Receipts and reimbursements from: Non-Federal sources.....			-4,523
40 Budget authority (proposed supplemental appropriation).....			-4,577
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....			-4,577
74 Obligated balance, end of year.....			30
90 Outlays.....			-4,547

Legislation will be proposed to authorize charging users for the full cost of services provided under the Cotton Statistics and Estimates Act, Tobacco Inspection Act, and U.S. Grain Standards Act. It is estimated that receipts will total \$4,523 thousand in 1971.

In addition, a reduction of \$54 thousand is anticipated for 1971 resulting from proposed legislation to repeal the Tobacco Seed and Plant Exportation Act of 1940 and the Naval Stores Act of 1923.

Proposed for separate transmittal, proposed legislation :

## REMOVAL OF SURPLUS AGRICULTURAL COMMODITIES

## (SECTION 32)

## Program and Financing (in thousands of dollars)

Identification code 05-32-5209-2-2-351	1969 actual	1970 est.	1971 est.
<b>Financing:</b>			
14 Receipts and reimbursements from: Non-Federal sources.....			-1,542
25 Unobligated balance lapsing.....			1,542
<b>Budget authority.....</b>			
<b>Relation of obligations to outlays:</b>			
71 Obligations incurred, net.....			-1,542
90 Outlays.....			-1,542

Legislation will be requested to require producers and handlers to pay Federal administrative expenses of the marketing agreements and orders program.

## GENERAL PROVISIONS

SEC. 501. Within the unit limit of cost fixed by law, appropriations and authorizations made for the Department under this Act shall be available for the purchase, in addition to those specifically provided for, of not to exceed [five hundred and fifty-two (552)] *six hundred and sixty-two (662)* passenger motor vehicles, of which [four hundred and sixty-eight (468)] *four hundred and fifty-six (456)* shall be for replacement only, and for the hire of such vehicles.

SEC. 502. Provisions of law prohibiting or restricting the employment of aliens shall not apply to employment under the appropriation for the Foreign Agricultural Service.

SEC. 503. Funds available to the Department of Agriculture shall be available for uniforms or allowances therefor as authorized by law (5 U.S.C. 5901-5902).

SEC. 504. No part of the funds appropriated by this Act shall be used for the payment of any officer or employee of the Department who, as such officer or employee, or on behalf of the Department or any division, commission, or bureau thereof, issues, or causes to be issued, any prediction, oral or written, or forecast, except as to damage threatened or caused by insects and pests, with respect to future prices of cotton or the trend of same.

SEC. 505. Except to provide materials required in or incident to research or experimental work where no suitable domestic product is available, no part of the funds appropriated by this Act shall be expended in the purchase of twine manufactured from commodities or materials produced outside of the United States.

SEC. 506. Not less than \$1,500,000 of the appropriations of the Department for research and service work authorized by the Acts of August 14, 1946, July 28, 1954, and September 6, 1958 (7 U.S.C. 427, 1621-1629; 42 U.S.C. 1891-1893), shall be available for contracting in accordance with said Acts.

SEC. 507. No part of any appropriation contained in this Act shall remain available for obligation beyond the current fiscal year unless expressly so provided herein.

[Sec. 508. None of the funds in this Act shall be available to finance interdepartmental boards, commissions, councils, committees, or similar groups under sec. 214 of the Independent Offices Appropriation Act, 1946 (31 U.S.C. 691) which do not have prior and specific Congressional approval of such method of financial support.]

[Sec. 509. No part of the funds appropriated under this Act shall be used to pay salaries of any Federal employee who is convicted in any Federal, State, or local court of competent jurisdiction, of inciting, promoting, or carrying on a riot, or any group activity resulting in material damage to property or injury to persons, found to be in violation of Federal, State, or local laws designed to protect persons or property in the community concerned.]

[Sec. 510. Positions in the agencies covered by this Act, whether financed from funds contained in this Act or from other sources, may be filled during the fiscal year 1970 without regard to the provisions of section 201 of Public Law 90-364, and such positions shall not be taken into consideration in determining numbers of employees under subsection (a) of that section or numbers of vacancies under subsection (b) of that section.] (Department of Agriculture and Related Agencies Appropriation Act, 1970.)

# DEPARTMENT OF AGRICULTURE

## AGRICULTURAL RESEARCH SERVICE

### CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE AGRICULTURAL RESEARCH SERVICE

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
Executive level V, \$36,000.....	1	1	1
GS-18, \$33,495.....	4	4	4
GS-17, \$28,976 to \$32,840.....	6	6	6
GS-16, \$25,044 to \$31,724.....	20	20	20
GS-15, \$21,589 to \$28,069.....	339	382	412
GS-14, \$18,531 to \$24,093.....	621	668	708
GS-13, \$15,812 to \$20,555.....	1,207	1,117	1,112
GS-12, \$13,389 to \$17,403.....	1,684	1,677	1,664
GS-11, \$11,233 to \$14,599.....	1,238	1,214	1,229
GS-10, \$10,252 to \$13,330.....	6	6	6
GS-9, \$9,320 to \$12,119.....	1,531	1,510	1,511
GS-8, \$8,449 to \$10,987.....	15	14	14
GS-7, \$7,639 to \$9,934.....	1,986	1,959	1,947
GS-6, \$6,882 to \$8,943.....	266	259	262
GS-5, \$6,176 to \$8,030.....	1,704	1,669	1,666
GS-4, \$5,522 to \$7,178.....	1,213	1,198	1,225
GS-3, \$4,917 to \$6,393.....	465	449	449
GS-2, \$4,360 to \$5,665.....	57	55	54
GS-1, \$3,889 to \$5,057.....	6	5	5
Rates established by act of June 20, 1958 (5 U.S.C. 1161 (c)).....	14	14	14
Salaries established under the act of Apr. 24, 1948 (21 U.S.C. 113a).....	4	5	5
Grades established under the foreign national pay plan: Mexico:			
FS-9, \$5,925 to \$7,382.....	2	2	2
FS-8, \$5,284 to \$6,285.....	1	1	1
FS-5, \$2,754 to \$3,595.....	31	30	30
FS-3, \$1,441 to \$2,002.....	6	6	6
FS-2, \$1,121 to \$1,537.....	2	2	2
Italy:			
FS-6, \$3,744 to \$4,821.....	1	1	1
France:			
FS-3, \$6,010 to \$7,199.....	2	2	2
FS-4, \$5,482 to \$6,672.....	1	1	1
FS-6, \$4,540 to \$5,670.....	1	1	1
FS-9, \$3,204 to \$4,235.....	1	1	1
FS-10, \$2,923 to \$3,793.....	1	1	1
FS-11, \$2,686 to \$3,419.....	1	1	1
Grades established by the Administrator, Agency for International Development, pursuant to Public Law 665:			
FC-1, \$31,705 to \$33,495.....	-----	1	1
FC-2, \$24,867 to \$29,841.....	-----	2	2
FC-3, \$19,704 to \$25,617.....	3	7	6
FC-4, \$15,812 to \$20,555.....	7	20	20
FC-5, \$12,848 to \$16,700.....	16	4	4
FC-6, \$10,608 to \$13,794.....	3	-----	-----
FC-7, \$9,517 to \$12,370.....	1	-----	-----
FC-11, \$6,158 to \$8,003.....	1	-----	-----
Ungraded positions at annual rates:			
\$18,531 and above.....	4	3	3
Less than \$18,531.....	174	166	166
Ungraded positions at hourly rates equivalent to less than \$18,531.....	2,098	2,059	2,059
Total permanent positions.....	14,744	14,543	14,624
Unfilled positions, June 30.....	-601	-659	-622
Total permanent employment, end of year.....	14,143	13,884	14,002
<b>HIGHER LEVEL POSITIONS</b>			
Executive level V, \$36,000:			
Administrator.....	1	1	1
GS-18, \$33,495:			
Deputy administrator, farm research.....	1	1	1
Deputy administrator, nutrition, consumer, and industrial use research.....	1	1	1
Deputy administrator, regulatory.....	1	1	1

### HIGHER LEVEL POSITIONS—con.

	1969 actual	1970 est.	1971 est.
GS-18, \$33,495—Con.			
Director, research program development and evaluation staff.....	1	1	1
GS-17, \$28,976 to \$32,840:			
Assistant deputy administrator, farm research.....	1	1	1
Assistant deputy administrator, nutrition, consumer, and industrial use research.....	1	1	1
Deputy administrator, administrative management.....	1	1	1
Director, regulatory division.....	1	1	1
Director, research division.....	2	2	2
GS-16, \$25,044 to \$31,724:			
Agronomist.....	1	1	1
Assistant to deputy administrator, farm research.....	2	2	2
Assistant deputy administrator, regulatory.....	1	1	1
Associate director, regulatory division.....	1	1	1
Associate director, research division.....	2	2	2
Assistant director, research program development and evaluation staff.....	2	2	2
Biologist.....	1	1	1
Chief, research laboratory.....	4	4	4
Director, regulatory division.....	4	4	4
Director, research division.....	1	1	1
Geneticist.....	1	1	1
Rates established by act of June 20, 1958 (5 U.S.C. 1161 (c)):			
Associate administrator.....	1	1	1
Assistant deputy administrator, nutrition, consumer, and industrial use research.....	1	1	1
Chief scientist.....	1	1	1
Deputy administrator, marketing research.....	1	1	1
Director, research division.....	10	10	10
Salaries established under the act of Apr. 24, 1948 (21 U.S.C. 113a):			
Assistant director, research laboratory.....	-----	1	1
Chief scientist.....	1	1	1
Director, research division.....	1	1	1
Director, research laboratory.....	2	2	2
FC-1, \$31,705 to \$33,495:			
Soil scientist (management).....	-----	1	1

## COOPERATIVE STATE RESEARCH SERVICE

### CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE COOPERATIVE STATE RESEARCH SERVICE

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
Special position at rate equal to or in excess of \$33,495.....	1	1	1
GS-17, \$28,976 to \$32,840.....	1	1	1
GS-16, \$25,044 to \$31,724.....	3	3	3
GS-15, \$21,589 to \$28,069.....	19	22	25
GS-14, \$18,531 to \$24,093.....	19	23	23
GS-13, \$15,812 to \$20,555.....	6	3	3
GS-11, \$11,233 to \$14,599.....	1	1	-----
GS-9, \$9,320 to \$12,119.....	5	5	6
GS-7, \$7,639 to \$9,934.....	10	10	11
GS-6, \$6,882 to \$8,943.....	6	6	5
GS-5, \$6,176 to \$8,030.....	19	28	28
GS-4, \$5,522 to \$7,178.....	5	4	6
GS-3, \$4,917 to \$6,393.....	4	1	-----
GS-2, \$4,360 to \$5,665.....	2	1	-----

### GRADES AND RANGES—con.

	1969 actual	1970 est.	1971 est.
Grades established by the Administrator, Agency for International Development:			
FC-1, \$31,705 to \$33,495.....	1	1	-----
FC-2, \$24,867 to \$29,841.....	1	2	2
FC-3, \$19,704 to \$25,617.....	2	-----	-----
FC-4, \$15,812 to \$20,555.....	2	2	-----
Total permanent positions.....	107	114	114
Unfilled positions, June 30.....	-12	-24	-24
Total permanent employment, end of year.....	95	90	90
<b>HIGHER LEVEL POSITIONS</b>			
Special position at rate equal to or in excess of \$33,495:			
Administrator.....	1	1	1
GS-17, \$28,976 to \$32,840:			
Associate administrator.....	1	1	1
GS-16, \$25,044 to \$31,724:			
Assistant administrator.....	3	3	3
FC-1, \$31,705 to \$33,495:			
Soils advisor.....	1	1	-----

## EXTENSION SERVICE

### CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE EXTENSION SERVICE

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
GS-18, \$33,495.....	1	1	1
GS-17, \$28,976 to \$32,840.....	1	1	1
GS-16, \$25,044 to \$31,724.....	3	3	3
GS-15, \$21,589 to \$28,069.....	15	24	27
GS-14, \$18,531 to \$24,093.....	50	56	58
GS-13, \$15,812 to \$20,555.....	23	23	31
GS-12, \$13,389 to \$17,403.....	11	11	10
GS-11, \$11,233 to \$14,599.....	5	6	6
GS-9, \$9,320 to \$12,119.....	14	14	14
GS-8, \$8,449 to \$10,987.....	12	11	11
GS-7, \$7,639 to \$9,934.....	20	24	24
GS-6, \$6,882 to \$8,943.....	25	25	25
GS-5, \$6,176 to \$8,030.....	26	27	27
GS-4, \$5,522 to \$7,178.....	7	10	10
GS-3, \$4,917 to \$6,393.....	11	10	10
GS-2, \$4,360 to \$5,665.....	8	9	9
Grades established by the Administrator, Agency for International Development:			
FC-3, \$19,704 to \$25,617.....	2	7	7
FC-4, \$15,812 to \$20,555.....	5	20	18
FC-5, \$12,848 to \$16,700.....	13	24	26
FC-6, \$10,608 to \$13,794.....	11	2	2
FC-7, \$9,517 to \$12,370.....	3	-----	-----
Ungraded.....	2	2	2
Total permanent positions.....	268	310	322
Unfilled positions, June 30.....	-9	-56	-38
Total permanent employment end of year.....	259	254	284
<b>HIGHER LEVEL POSITIONS</b>			
GS-18, \$33,495:			
Administrator.....	1	1	1
GS-17, \$28,976 to \$32,840:			
Associate administrator.....	1	1	1
GS-16, \$25,044 to \$31,724:			
Assistant administrator.....	3	3	3



## FARMER COOPERATIVE SERVICE

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE FARMER COOPERATIVE SERVICE

	1969 actual	1970 est.	1971 est.
GRADES AND RANGES			
GS-17, \$28,976 to \$32,840.....	1	1	1
GS-15, \$21,589 to \$28,069.....	10	15	15
GS-14, \$18,531 to \$24,093.....	9	15	15
GS-13, \$15,812 to \$20,555.....	21	18	19
GS-12, \$13,389 to \$17,403.....	7	8	8
GS-11, \$11,233 to \$14,599.....	7	7	7
GS-9, \$9,320 to \$12,119.....	5	5	5
GS-8, \$8,449 to \$10,987.....	3	3	3
GS-7, \$7,639 to \$9,934.....	5	5	5
GS-6, \$6,882 to \$8,943.....	10	10	10
GS-5, \$6,176 to \$8,030.....	12	8	9
GS-4, \$5,522 to \$7,178.....	9	9	9
GS-3, \$4,917 to \$6,393.....	2	3	3
GS-2, \$4,360 to \$5,665.....	1	1	1
Grades established by the Administrator, Agency for International Development:			
FC-3, \$19,704 to \$25,617.....	2	5	5
FC-4, \$15,812 to \$20,555.....	2	1	1
FC-5, \$12,848 to \$16,700.....	2		
Total permanent positions.....	108	114	116
Unfilled positions, June 30.....	-15	-18	-11
Total permanent employment, end of year.....	93	96	105
HIGHER LEVEL POSITIONS			
GS-17, \$28,976 to \$32,840:			
Administrator.....	1	1	1

## SOIL CONSERVATION SERVICE

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE SOIL CONSERVATION SERVICE

	1969 actual	1970 est.	1971 est.
GRADES AND RANGES			
Executive level V, \$36,000.....	1	1	1
GS-18, \$33,495.....	1	1	1
GS-17, \$28,976 to \$32,840.....	3	3	3
GS-16, \$25,044 to \$31,724.....	10	10	10
GS-15, \$21,589 to \$28,069.....	78	78	86
GS-14, \$18,531 to \$24,093.....	134	133	133
GS-13, \$15,812 to \$20,555.....	491	492	501
GS-12, \$13,389 to \$17,403.....	1,093	1,092	1,080
GS-11, \$11,233 to \$14,599.....	3,237	3,192	3,145
GS-10, \$10,252 to \$13,330.....	3	2	2
GS-9, \$9,320 to \$12,119.....	2,614	2,542	2,504
GS-8, \$8,449 to \$10,987.....	14	9	6
GS-7, \$7,639 to \$9,934.....	1,904	1,833	1,804
GS-6, \$6,882 to \$8,943.....	2,464	2,351	2,319
GS-5, \$6,176 to \$8,030.....	1,703	1,620	1,599
GS-4, \$5,522 to \$7,178.....	963	923	910
GS-3, \$4,917 to \$6,393.....	426	396	390
GS-2, \$4,360 to \$5,665.....	44	29	30
GS-1, \$3,889 to \$5,057.....	8	3	5
Grades established by the Administrator, Agency for International Development (75 Stat. 450):			
FC-2, \$24,867 to \$29,841.....	1	1	1
FC-3, \$19,704 to \$25,617.....	2	7	7
FC-4, \$15,812 to \$20,555.....	8	18	19
FC-5, \$12,848 to \$16,700.....	15	14	14
FC-6, \$10,608 to \$13,794.....	15		
Ungraded.....	172	166	168
Total permanent positions.....	15,404	14,916	14,738
Unfilled positions, June 30.....	-532	-403	-276
Total permanent employment, end of year.....	14,872	14,513	14,462
HIGHER LEVEL POSITIONS			
Executive level V, \$36,000:			
Administrator.....	1	1	1
GS-18, \$33,495:			
Associate administrator.....	1	1	1
GS-17, \$28,976 to \$32,840:			
Deputy administrator.....	3	3	3
GS-16, \$25,044 to \$31,724:			
Assistant to deputy administrator.....	2	2	2
Deputy administrator.....	1	1	1
Division director.....	3	3	3
Field representative.....	4	4	4

## ECONOMIC RESEARCH SERVICE

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE ECONOMIC RESEARCH SERVICE

	1969 actual	1970 est.	1971 est.
GRADES AND RANGES			
GS-18, \$33,495.....	1	1	1
GS-17, \$28,976 to \$32,840.....	2	2	2
GS-16, \$25,044 to \$31,724.....	9	8	8
GS-15, \$21,589 to \$28,069.....	54	63	64
GS-14, \$18,531 to \$24,093.....	110	131	135
GS-13, \$15,812 to \$20,555.....	200	201	204
GS-12, \$13,389 to \$17,403.....	162	162	168
GS-11, \$11,233 to \$14,599.....	103	91	93
GS-10, \$10,252 to \$13,330.....	1	1	1
GS-9, \$9,320 to \$12,119.....	82	71	77
GS-8, \$8,449 to \$10,987.....	8	9	9
GS-7, \$7,639 to \$9,934.....	77	81	83
GS-6, \$6,882 to \$8,943.....	89	84	84
GS-5, \$6,176 to \$8,030.....	123	108	112
GS-4, \$5,522 to \$7,178.....	68	69	70
GS-3, \$4,917 to \$6,393.....	43	48	51
GS-2, \$4,360 to \$5,665.....	9	9	9
GS-1, \$3,889 to \$5,057.....		1	1
Grades established by the Administrator, Agency for International Development:			
FC-2, \$24,867 to \$29,841.....	1	3	3
FC-3, \$19,704 to \$25,617.....	5	5	5
FC-4, \$15,812 to \$20,555.....	3	2	2
Ungraded.....	6	6	6
Total permanent positions.....	1,156	1,156	1,188
Unfilled positions, June 30.....	-109	-132	-121
Total permanent employment, end of year.....	1,047	1,024	1,067
HIGHER LEVEL POSITIONS			
GS-18, \$33,495:			
Administrator.....	1	1	1
GS-17, \$28,976 to \$32,840:			
Deputy administrator.....	2	2	2
GS-16, \$25,044 to \$31,724:			
Division director.....	7	6	6
Staff economist.....	1	1	1
Assistant administrator.....	1	1	1

## STATISTICAL REPORTING SERVICE

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE STATISTICAL REPORTING SERVICE

	1969 actual	1970 est.	1971 est.
GRADES AND RANGES			
GS-18, \$33,495.....	1	1	1
GS-17, \$28,976 to \$32,840.....	1	1	1
GS-16, \$25,044 to \$31,724.....	4	4	4
GS-15, \$21,589 to \$28,069.....	22	25	30
GS-14, \$18,531 to \$24,093.....	50	65	71
GS-13, \$15,812 to \$20,555.....	90	89	89
GS-12, \$13,389 to \$17,403.....	112	111	111
GS-11, \$11,233 to \$14,599.....	138	135	138
GS-9, \$9,320 to \$12,119.....	91	92	93
GS-8, \$8,449 to \$10,987.....	5	6	6
GS-7, \$7,639 to \$9,934.....	131	129	130
GS-6, \$6,882 to \$8,943.....	37	37	37
GS-5, \$6,176 to \$8,030.....	200	200	198
GS-4, \$5,522 to \$7,178.....	223	219	219
GS-3, \$4,917 to \$6,393.....	168	171	171
GS-2, \$4,360 to \$5,665.....	22	24	24
Grades established by the Administrator, Agency for International Development:			
FC-3, \$19,704 to \$25,617.....	1	2	2
FC-4, \$15,812 to \$20,555.....	1	2	2
FC-5, \$12,848 to \$16,700.....		1	1
FC-6, \$10,608 to \$13,794.....	2		
Ungraded.....	2	2	2
Total permanent positions.....	1,301	1,316	1,330
Unfilled positions, June 30.....	-105	-103	-47
Total permanent employment, end of year.....	1,196	1,213	1,283
HIGHER LEVEL POSITIONS			
GS-18, \$33,495:			
Administrator.....	1	1	1
GS-17, \$28,976 to \$32,840:			
Deputy administrator.....	1	1	1
GS-16, \$25,044 to \$31,724:			
Assistant administrator.....	1	1	1
Division director.....	3	3	3

## CONSUMER AND MARKETING SERVICE

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE CONSUMER AND MARKETING SERVICE

	1969 actual	1970 est.	1971 est.
GRADES AND RANGES			
Executive level V, \$36,000.....	1	1	1
GS-18, \$33,495.....	1	1	1
GS-17, \$28,976 to \$32,840.....	3	3	3
GS-16, \$25,044 to \$31,724.....	12	13	13
GS-15, \$21,589 to \$28,069.....	56	60	62
GS-14, \$18,531 to \$24,093.....	156	183	199
GS-13, \$15,812 to \$20,555.....	454	407	415
GS-12, \$13,389 to \$17,403.....	804	756	792
GS-11, \$11,233 to \$14,599.....	1,343	1,311	1,392
GS-9, \$9,320 to \$12,119.....	2,304	2,184	2,335
GS-8, \$8,449 to \$10,987.....	638	770	841
GS-7, \$7,639 to \$9,934.....	4,109	4,033	4,505
GS-6, \$6,882 to \$8,943.....	128	127	127
GS-5, \$6,176 to \$8,030.....	1,035	1,364	1,383
GS-4, \$5,522 to \$7,178.....	672	850	906
GS-3, \$4,917 to \$6,393.....	218	275	275
GS-2, \$4,360 to \$5,665.....	30	47	47
GS-1, \$3,889 to \$5,057.....	4	4	4
Grades established by the Administrator, Agency for International Development:			
FC-3, \$19,704 to \$25,617.....	1		
FC-4, \$15,812 to \$20,555.....	1		
Ungraded.....	588	618	618
Total permanent positions.....	12,618	13,007	13,919
Unfilled positions, June 30.....	-965	-1,248	-1,084
Total permanent employment, end of year.....	11,653	11,759	12,835
HIGHER LEVEL POSITIONS			
Executive level V, \$36,000:			
Administrator.....	1	1	1
GS-18, \$33,495:			
Associate administrator.....	1	1	1
GS-17, \$28,976 to \$32,840:			
Deputy administrator, consumer protection.....	1	1	1
Deputy administrator, marketing services.....	1	1	1
Deputy administrator, regulatory programs.....	1	1	1
GS-16, \$25,044 to \$31,724:			
Assistant deputy administrator, consumer protection.....	1	1	1
Assistant to administrator.....		1	1
Deputy administrator, management.....	1	1	1
Division director.....	10	10	10
FOOD AND NUTRITION SERVICE			
CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE FOOD AND NUTRITION SERVICE			
	1969 actual	1970 est.	1971 est.
GRADES AND RANGES			
GS-18, \$33,495.....		1	1
GS-17, \$28,976 to \$32,840.....	1	1	1
GS-16, \$25,044 to \$31,724.....	3	4	4
GS-15, \$21,589 to \$28,069.....	10	18	18
GS-14, \$18,531 to \$24,093.....	30	30	30
GS-13, \$15,812 to \$20,555.....	43	56	70
GS-12, \$13,389 to \$17,403.....	64	83	95
GS-11, \$11,233 to \$14,599.....	177	204	240
GS-9, \$9,320 to \$12,119.....	379	433	514
GS-8, \$8,449 to \$10,987.....	3	5	5
GS-7, \$7,639 to \$9,934.....	294	357	405
GS-6, \$6,882 to \$8,943.....	22	21	21
GS-5, \$6,176 to \$8,030.....	140	179	209
GS-4, \$5,522 to \$7,178.....	386	437	605
GS-3, \$4,917 to \$6,393.....	114	135	164
GS-2, \$4,360 to \$5,665.....	21	22	32
Total permanent positions.....	1,687	1,986	2,314
Unfilled positions, June 30.....	-218	-401	
Total permanent employment, end of year.....	1,469	1,585	2,314



# FOOD AND NUTRITION SERVICE— Continued

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE FOOD AND NUTRITION SERVICE—Con.

	1969 actual	1970 est.	1971 est.
<b>HIGHER LEVEL POSITIONS</b>			
GS-18, \$33,495: Administrator.....		1	1
GS-17, \$28,976 to \$32,840: Deputy administrator, program operations.....	1	1	1
GS-16, \$25,044 to \$31,724: Assistant to the administrator.....	1	1	1
Assistant deputy administrator, program operations.....	1	1	1
Deputy administrator, management.....	1	1	1
Division director.....		1	1

# FOREIGN AGRICULTURAL SERVICE

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE FOREIGN AGRICULTURAL SERVICE

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
Executive level V, \$36,000.....	1	1	1
GS-18, \$33,495.....	1	1	1
GS-17, \$28,976 to \$32,840.....	3	3	3
GS-16, \$25,044 to \$31,724.....	12	12	12
GS-15, \$21,589 to \$28,069.....	58	56	56
GS-14, \$18,531 to \$24,093.....	102	102	109
GS-13, \$15,812 to \$20,555.....	73	83	83
GS-12, \$13,389 to \$17,403.....	38	37	37
GS-11, \$11,233 to \$14,599.....	30	45	54
GS-9, \$9,320 to \$12,119.....	32	31	31
GS-8, \$8,449 to \$10,987.....	20	20	20
GS-7, \$7,639 to \$9,934.....	72	69	69
GS-6, \$6,882 to \$8,943.....	75	90	92
GS-5, \$6,176 to \$8,030.....	57	57	57
GS-4, \$5,522 to \$7,178.....	25	25	25
GS-3, \$4,917 to \$6,393.....	10	10	10
GS-2, \$4,360 to \$5,665.....	3	3	3
Ungraded.....	154	148	148
Total permanent positions.....	766	793	811
Unfilled positions, June 30.....	-56	-103	-54
Total permanent employment, end of year.....	710	690	757

<b>HIGHER LEVEL POSITIONS</b>			
Executive level V, \$36,000: Administrator.....	1	1	1
GS-18, \$33,495: Associate administrator.....	1	1	1
GS-17, \$28,976 to \$32,840: Agricultural attaché.....	3	3	3
GS-16, \$25,044 to \$31,724: Agricultural attaché.....	7	7	7
Assistant administrator.....	4	4	4
Foreign agricultural affairs officer.....	1	1	1

# EXPORT MARKETING SERVICE

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE EXPORT MARKETING SERVICE

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
GS-18, \$33,495.....	1	1	1
GS-16, \$25,044 to \$31,724.....	3	4	4
GS-15, \$21,589 to \$28,069.....	12	17	19
GS-14, \$18,531 to \$24,093.....	15	21	28
GS-13, \$15,812 to \$20,555.....	20	24	26
GS-12, \$13,389 to \$17,403.....	10	9	11
GS-11, \$11,233 to \$14,599.....	11	10	12
GS-9, \$9,320 to \$12,119.....	13	15	16
GS-8, \$8,449 to \$10,987.....	6	6	6

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES—con.</b>			
GS-7, \$7,639 to \$9,934.....	20	22	22
GS-6, \$6,882 to \$8,943.....	17	22	23
GS-5, \$6,176 to \$8,030.....	23	25	26
GS-4, \$5,522 to \$7,178.....	11	10	12
GS-3, \$4,917 to \$6,393.....	1	4	5
GS-2, \$4,360 to \$5,665.....	1	2	2

Total permanent positions.....	164	192	213
Unfilled positions, June 30.....	-5		

Total permanent employment, end of year.....	159	192	213
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<b>HIGHER LEVEL POSITIONS</b>			
GS-18, \$33,495: General sales manager.....	1	1	1
GS-16, \$25,044 to \$31,724: Assistant sales manager.....	2	3	3
Associate sales manager.....	1	1	1

# FOREIGN ECONOMIC DEVELOPMENT SERVICE

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE FOREIGN ECONOMIC DEVELOPMENT SERVICE

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
GS-18, \$33,495.....		1	1
GS-17, \$28,976 to \$32,840.....	1	1	1
GS-16, \$25,044 to \$31,724.....	1	1	1
GS-15, \$21,589 to \$28,069.....	7	7	8
GS-14, \$18,531 to \$24,093.....	12	12	13
GS-13, \$15,812 to \$20,555.....	11	13	14
GS-12, \$13,389 to \$17,403.....	4	6	6
GS-11, \$11,233 to \$14,599.....	2	2	2
GS-10, \$10,252 to \$13,330.....	1	1	1
GS-9, \$9,320 to \$12,119.....		1	1
GS-8, \$8,449 to \$10,987.....	3	3	3
GS-7, \$7,639 to \$9,934.....	7	11	11
GS-6, \$6,882 to \$8,943.....	17	14	15
GS-5, \$6,176 to \$8,030.....	21	20	21
GS-4, \$5,522 to \$7,178.....	3	3	3
GS-3, \$4,917 to \$6,393.....	2	2	2
GS-2, \$4,360 to \$5,665.....	1	1	1
Grades established by the Administrator, Agency for International Development:			
FC-1, \$31,705 to \$33,495.....	1	1	1
FC-2, \$24,867 to \$29,841.....	2	1	1
FC-3, \$19,704 to \$25,617.....		1	1
FC-5, \$12,848 to \$16,700.....	2	1	1
FC-6, \$10,608 to \$13,794.....	1		
FC-7, \$9,517 to \$12,370.....	1	1	1
Total permanent positions.....	100	104	109
Unfilled positions, June 30.....	-10	-10	-10
Total permanent employment, end of year.....	90	94	99

<b>HIGHER LEVEL POSITIONS</b>			
GS-18, \$33,495: Administrator.....		1	1
GS-17, \$28,976 to \$32,840: Research chemist.....	1	1	1
GS-16, \$25,044 to \$31,724: Acting assistant administrator.....	1	1	1
FC-1, \$31,705 to \$33,495: Chief of party.....	1	1	1
FC-2, \$24,867 to \$29,841: Agricultural economist.....	1	1	1

# COMMODITY EXCHANGE AUTHORITY

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE COMMODITY EXCHANGE AUTHORITY

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
GS-17, \$28,976 to \$32,840.....	1	1	1
GS-16, \$25,044 to \$31,724.....	1	1	1

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES—con.</b>			
GS-15, \$21,589 to \$28,069.....	6	6	6
GS-14, \$18,531 to \$24,093.....	10	11	11
GS-13, \$15,812 to \$20,555.....	8	9	9
GS-12, \$13,389 to \$17,403.....	9	10	10
GS-11, \$11,233 to \$14,599.....	7	13	13
GS-9, \$9,320 to \$12,119.....	23	23	23
GS-8, \$8,449 to \$10,987.....	1	1	1
GS-7, \$7,639 to \$9,934.....	20	23	23
GS-6, \$6,882 to \$8,943.....	10	12	12
GS-5, \$6,176 to \$8,030.....	20	24	24
GS-4, \$5,522 to \$7,178.....	28	30	30
GS-3, \$4,917 to \$6,393.....	10	13	13
GS-2, \$4,360 to \$5,665.....	1	3	3

Total permanent positions.....	155	180	180
Unfilled positions, June 30.....	-3	-10	-10

Total permanent employment, end of year.....	152	170	170
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<b>HIGHER LEVEL POSITIONS</b>			
GS-17, \$28,976 to \$32,840: Administrator.....	1	1	1
GS-16, \$25,044 to \$31,724: Associate administrator.....	1	1	1

# AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
Executive level V, \$36,000.....	1	1	1
GS-18, \$33,495.....	3	3	3
GS-17, \$28,976 to \$32,840.....	2	2	2
GS-16, \$25,044 to \$31,724.....	19	19	19
GS-15, \$21,589 to \$28,069.....	81	84	87
GS-14, \$18,531 to \$24,093.....	171	184	184
GS-13, \$15,812 to \$20,555.....	346	336	313
GS-12, \$13,389 to \$17,403.....	643	616	574
GS-11, \$11,233 to \$14,599.....	455	441	387
GS-10, \$10,252 to \$13,330.....	2	2	2
GS-9, \$9,320 to \$12,119.....	268	254	278
GS-8, \$8,449 to \$10,987.....	47	47	47
GS-7, \$7,639 to \$9,934.....	371	365	353
GS-6, \$6,882 to \$8,943.....	176	163	166
GS-5, \$6,176 to \$8,030.....	606	602	611
GS-4, \$5,522 to \$7,178.....	648	627	639
GS-3, \$4,917 to \$6,393.....	339	335	333
GS-2, \$4,360 to \$5,665.....	41	45	41
GS-1, \$3,889 to \$5,057.....	3	3	2

Grades established by the Administrator, Agency for International Development:			
FC-3, \$21,675 to \$29,012.....	2	3	3
FC-4, \$18,447 to \$24,303.....		1	1
FC-5, \$15,812 to \$20,555.....		1	1
Ungraded.....	75	75	75

Total permanent positions.....	4,299	4,209	4,152
Unfilled positions, June 30.....	-169	-223	-96

Total permanent employment, end of year.....	4,130	3,986	4,056
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<b>HIGHER LEVEL POSITIONS</b>			
Executive level V, \$36,000: Administrator.....	1	1	1
GS-18, \$33,495: Associate administrator.....	1	1	1
Deputy administrator.....	2	2	2
GS-17, \$28,976 to \$32,840: Deputy administrator.....	1	1	1
Executive assistant to administrator.....	1	1	1
GS-16, \$25,044 to \$31,724: Assistant deputy administrator.....	3	4	4
Assistant to administrator.....	1	1	1
ADP specialist.....		1	1
Deputy director.....	2		
Director.....	13	12	12
Economist.....		1	1



## FEDERAL CROP INSURANCE CORPORATION

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE FEDERAL CROP INSURANCE CORPORATION

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
Grades established by act of Public Law 88-426, Aug. 14, 1964, at rates equivalent to \$33,495			
GS-16, \$25,044 to \$31,724	1	1	1
GS-15, \$21,589 to \$28,069	11	11	12
GS-14, \$18,531 to \$24,093	13	17	18
GS-13, \$15,812 to \$20,555	54	51	49
GS-12, \$13,389 to \$17,403	85	103	110
GS-11, \$11,233 to \$14,599	54	46	45
GS-9, \$9,320 to \$12,119	28	27	29
GS-8, \$8,449 to \$10,987	4	2	2
GS-7, \$7,639 to \$9,934	72	67	68
GS-6, \$6,882 to \$8,943	34	26	24
GS-5, \$6,176 to \$8,030	60	64	64
GS-4, \$5,522 to \$7,178	203	217	221
GS-3, \$4,917 to \$6,393	62	23	19
GS-2, \$4,360 to \$5,665	10	4	3
Total permanent positions	692	660	666
Unfilled positions, June 30	-33	-14	-14
Total permanent employment, end of year	659	646	652
<b>HIGHER LEVEL POSITIONS</b>			
Grades established by act of Public Law 88-426, Aug. 14, 1964, \$33,495:			
Manager	1	1	1
GS-16, \$25,044 to \$31,724:			
Deputy manager	1	1	1

## RURAL ELECTRIFICATION ADMINISTRATION

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE RURAL ELECTRIFICATION ADMINISTRATION

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
Executive level V, \$36,000			
GS-18, \$33,495	1	1	1
GS-16, \$25,044 to \$31,724	4	4	4
GS-15, \$21,589 to \$28,069	30	31	31
GS-14, \$18,531 to \$24,093	85	88	88
GS-13, \$15,812 to \$20,555	137	135	135
GS-12, \$13,389 to \$17,403	246	242	242
GS-11, \$11,233 to \$14,599	81	79	79
GS-10, \$10,252 to \$13,330	1	1	1
GS-9, \$9,320 to \$12,119	49	48	48
GS-8, \$8,449 to \$10,987	5	5	5
GS-7, \$7,639 to \$9,934	84	81	81
GS-6, \$6,882 to \$8,943	63	61	61
GS-5, \$6,176 to \$8,030	60	58	58
GS-4, \$5,522 to \$7,178	45	41	41
GS-3, \$4,917 to \$6,393	27	27	27
GS-2, \$4,360 to \$5,665	7	7	7
Ungraded	2	2	2
Total permanent positions	928	912	912
Unfilled positions, June 30	-64	-65	-65
Total permanent employment, end of year	864	847	847
<b>HIGHER LEVEL POSITIONS</b>			
Executive level V, \$36,000:			
Administrator	1	1	1
GS-18, \$33,495:			
Deputy administrator	1	1	1
GS-16, \$25,044 to \$31,724:			
Assistant administrator	3	3	3
Director of division	1	1	1

## FARMERS HOME ADMINISTRATION

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE FARMERS HOME ADMINISTRATION

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
Executive level V, \$36,000			
GS-18, \$33,495	1	1	1
GS-16, \$25,044 to \$31,724	7	7	7
GS-15, \$21,589 to \$28,069	36	37	42
GS-14, \$18,531 to \$24,093	80	77	76
GS-13, \$15,812 to \$20,555	173	205	251
GS-12, \$13,389 to \$17,403	399	410	454
GS-11, \$11,233 to \$14,599	1,277	1,380	1,670
GS-10, \$10,252 to \$13,330	1	1	1
GS-9, \$9,320 to \$12,119	1,261	1,250	1,519
GS-8, \$8,449 to \$10,987	5	4	10
GS-7, \$7,639 to \$9,934	463	600	854
GS-6, \$6,882 to \$8,943	81	90	100
GS-5, \$6,176 to \$8,030	340	1,220	1,619
GS-4, \$5,522 to \$7,178	1,984	1,707	1,898
GS-3, \$4,917 to \$6,393	715	416	656
GS-2, \$4,360 to \$5,665	57	70	80
GS-1, \$3,889 to \$5,057	6	6	10
Grades established by the Administrator, Agency for International Development:			
FC-2, \$24,867 to \$29,841	1	2	2
FC-3, \$19,704 to \$25,617	5	5	5
FC-4, \$15,812 to \$20,555	7	7	7
FC-5, \$12,848 to \$16,700	5	5	5
FC-6, \$10,608 to \$13,794	3	2	2
FC-7, \$9,517 to \$12,370	1	-----	-----
Ungraded	8	8	8
Total permanent positions	6,917	7,511	9,278
Unfilled positions, June 30	-383	-661	-669
Total permanent employment, end of year	6,534	6,850	8,609
<b>HIGHER LEVEL POSITIONS</b>			
Executive level V, \$36,000:			
Administrator	1	1	1
GS-18, \$33,495:			
Deputy administrator	1	1	1
GS-16, \$25,044 to \$31,724:			
Assistant administrator	7	7	7

## RURAL COMMUNITY DEVELOPMENT SERVICE

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE RURAL COMMUNITY DEVELOPMENT SERVICE

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
GS-18, \$33,495			
GS-17, \$28,976 to \$32,840	1	-----	-----
GS-15, \$21,589 to \$28,069	9	9	9
GS-13, \$15,812 to \$20,555	1	3	3
GS-9, \$9,320 to \$12,119	2	1	1
GS-8, \$8,449 to \$10,987	2	3	3
GS-7, \$7,639 to \$9,934	8	10	10
GS-5, \$6,176 to \$8,030	1	1	1
Total permanent positions	25	27	27
Unfilled positions, June 30	-5	-9	-9
Total permanent employment, end of year	20	18	18
<b>HIGHER LEVEL POSITIONS</b>			
GS-18, \$33,495:			
Administrator	1	-----	-----
GS-17, \$28,976 to \$32,840:			
Deputy administrator	1	-----	-----

## OFFICE OF THE INSPECTOR GENERAL

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE OFFICE OF THE INSPECTOR GENERAL

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
GS-18, \$33,495			
GS-16, \$25,044 to \$31,724	1	1	1
GS-15, \$21,589 to \$28,069	22	22	22
GS-14, \$18,531 to \$24,093	45	52	59
GS-13, \$15,812 to \$20,555	145	149	155
GS-12, \$13,389 to \$17,403	181	205	217
GS-11, \$11,233 to \$14,599	167	175	188
GS-10, \$10,252 to \$13,330	2	2	2
GS-9, \$9,320 to \$12,119	98	94	102
GS-8, \$8,449 to \$10,987	1	1	1
GS-7, \$7,639 to \$9,934	79	68	65
GS-6, \$6,882 to \$8,943	44	41	41
GS-5, \$6,176 to \$8,030	64	53	57
GS-4, \$5,522 to \$7,178	52	60	61
GS-3, \$4,917 to \$6,393	21	21	21
GS-2, \$4,360 to \$5,665	8	8	8
Total permanent positions	931	953	1,001
Unfilled positions, June 30	-54	-68	-11
Total permanent employment, end of year	877	885	990
<b>HIGHER LEVEL POSITIONS</b>			
GS-18, \$33,495:			
Inspector general	1	1	1
GS-16, \$25,044 to \$31,724:			
Assistant inspector general	1	1	1

## PACKERS AND STOCKYARDS ADMINISTRATION

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE PACKERS AND STOCKYARDS ADMINISTRATION

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
GS-16, \$25,044 to \$31,724			
GS-15, \$21,589 to \$28,069	4	4	4
GS-14, \$18,531 to \$24,093	11	16	18
GS-13, \$15,812 to \$20,555	27	23	25
GS-12, \$13,389 to \$17,403	46	54	53
GS-11, \$11,233 to \$14,599	35	40	46
GS-9, \$9,320 to \$12,119	17	22	27
GS-7, \$7,639 to \$9,934	10	13	14
GS-6, \$6,882 to \$8,943	22	20	21
GS-5, \$6,176 to \$8,030	16	18	18
GS-4, \$5,522 to \$7,178	19	18	21
GS-3, \$4,917 to \$6,393	1	1	1
Total permanent positions	209	230	249
Unfilled positions, June 30	-24	-29	-19
Total permanent employment, end of year	185	201	230
<b>HIGHER LEVEL POSITIONS</b>			
GS-16, \$25,044 to \$31,724:			
Administrator	1	1	1

## OFFICE OF THE GENERAL COUNSEL

## CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE OFFICE OF THE GENERAL COUNSEL

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
Executive level IV, \$38,000			
GS-18, \$33,495	1	1	1
GS-17, \$28,976 to \$32,840	1	1	1

### OFFICE OF THE GENERAL COUNSEL—Continued

#### CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE OFFICE OF THE GENERAL COUNSEL—CON.

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES—CON.</b>			
GS-16, \$25,044 to \$31,724.....	5	5	5
GS-15, \$21,589 to \$28,069.....	32	32	32
GS-14, \$18,531 to \$24,093.....	57	67	67
GS-13, \$15,812 to \$20,555.....	58	53	53
GS-12, \$13,389 to \$17,403.....	34	38	38
GS-11, \$11,233 to \$14,599.....	44	60	60
GS-10, \$10,252 to \$13,330.....	1	1	1
GS-9, \$9,320 to \$12,119.....	11	11	11
GS-7, \$7,639 to \$9,934.....	30	30	30
GS-6, \$6,882 to \$8,943.....	41	41	41
GS-5, \$6,176 to \$8,030.....	60	60	60
GS-4, \$5,522 to \$7,178.....	27	34	34
GS-3, \$4,917 to \$6,393.....	10	10	10
GS-2, \$4,360 to \$5,665.....	4	4	4
GS-1, \$3,889 to \$5,057.....	2	2	2
Total permanent positions.....	419	451	451
Unfilled positions, June 30.....	-62	-71	-71
Total permanent employment, end of year.....	357	380	380
<b>HIGHER LEVEL POSITIONS</b>			
Executive level IV, \$38,000:			
General counsel.....	1	1	1
GS-18, \$33,495:			
Deputy general counsel.....	1	1	1
GS-17, \$28,976 to \$32,840:			
Assistant general counsel.....	1	1	1
GS-16, \$25,044 to \$31,724:			
Assistant general counsel.....	2	2	2
Director, legal division.....	3	3	3

### OFFICE OF INFORMATION

#### CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE OFFICE OF INFORMATION

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
GS-17, \$28,976 to \$32,840.....	1	1	1
GS-16, \$25,044 to \$31,724.....	1	1	1
GS-15, \$21,589 to \$28,069.....	5	8	9
GS-14, \$18,531 to \$24,093.....	13	13	13
GS-13, \$15,812 to \$20,555.....	21	18	17
GS-12, \$13,389 to \$17,403.....	26	22	22
GS-11, \$11,233 to \$14,599.....	18	17	17
GS-9, \$9,320 to \$12,119.....	28	28	28
GS-7, \$7,639 to \$9,934.....	35	36	36
GS-6, \$6,882 to \$8,943.....	13	13	13
GS-5, \$6,176 to \$8,030.....	30	31	31
GS-4, \$5,522 to \$7,178.....	34	19	19
GS-3, \$4,917 to \$6,393.....	20	11	11
GS-2, \$4,360 to \$5,665.....	6	1	1
GS-1, \$3,889 to \$5,057.....	1	1	1
Ungraded.....	7	7	7
Total permanent positions.....	259	227	227
Unfilled positions, June 30.....	-42	-14	-14
Total permanent employment, end of year.....	217	213	213
<b>HIGHER LEVEL POSITIONS</b>			
GS-17, \$28,976 to \$32,840:			
Director of information.....	1	1	1
GS-16, \$25,044 to \$31,724:			
Deputy director of information.....	1	1	1

### NATIONAL AGRICULTURAL LIBRARY

#### CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE NATIONAL AGRICULTURAL LIBRARY

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
GS-16, \$25,044 to \$31,724.....	1	1	1
GS-15, \$21,589 to \$28,069.....	2	3	3
GS-14, \$18,531 to \$24,093.....	3	7	10
GS-13, \$15,812 to \$20,555.....	14	14	11
GS-12, \$13,389 to \$17,403.....	13	14	14
GS-11, \$11,233 to \$14,599.....	36	33	33
GS-9, \$9,320 to \$12,119.....	19	16	16
GS-8, \$8,449 to \$10,987.....	2	2	2
GS-7, \$7,639 to \$9,934.....	18	20	20
GS-6, \$6,882 to \$8,943.....	18	15	15
GS-5, \$6,176 to \$8,030.....	38	41	41
GS-4, \$5,522 to \$7,178.....	15	13	13
GS-3, \$4,917 to \$6,393.....	13	19	19
GS-2, \$4,360 to \$5,665.....	16	8	8
Total permanent positions.....	208	206	206
Unfilled positions, June 30.....	-16	-16	-16
Total permanent employment, end of year.....	192	190	190
<b>HIGHER LEVEL POSITIONS</b>			
GS-16, \$25,044 to \$31,724:			
Director.....	1	1	1

### OFFICE OF MANAGEMENT SERVICES

#### CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE OFFICE OF MANAGEMENT SERVICES

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
GS-16, \$25,044 to \$31,724.....	1	1	1
GS-15, \$21,589 to \$28,069.....	5	5	5
GS-14, \$18,531 to \$24,093.....	17	17	17
GS-13, \$15,812 to \$20,555.....	12	22	22
GS-12, \$13,389 to \$17,403.....	25	24	25
GS-11, \$11,233 to \$14,599.....	34	36	37
GS-9, \$9,320 to \$12,119.....	36	35	35
GS-7, \$7,639 to \$9,934.....	43	52	52
GS-6, \$6,882 to \$8,943.....	26	32	34
GS-5, \$6,176 to \$8,030.....	47	52	54
GS-4, \$5,522 to \$7,178.....	33	40	43
GS-3, \$4,917 to \$6,393.....	32	34	36
GS-2, \$4,360 to \$5,665.....	16	17	17
GS-1, \$3,889 to \$5,057.....	4	3	3
Ungraded.....	13	14	14
Total permanent positions.....	344	384	395
Unfilled positions, June 30.....	-25	-50	-34
Total permanent employment, end of year.....	319	334	361
<b>HIGHER LEVEL POSITIONS</b>			
GS-16, \$25,044 to \$31,724:			
Director.....	1	1	1

### GENERAL ADMINISTRATION

#### CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO GENERAL ADMINISTRATION

	1969 actual	1970 est.	1971 est.
<b>GRADES AND RANGES</b>			
Executive level I, \$60,000.....	1	1	1
Executive level III, \$40,000.....	1	1	1
Executive level IV, \$38,000.....	3	3	3
Executive level V, \$36,000.....	3	3	3
GS-18, \$33,495.....	2	2	2
GS-17, \$28,976 to \$32,840.....	9	11	11
GS-16, \$25,044 to \$31,724.....	13	13	13
GS-15, \$21,589 to \$28,069.....	31	32	36
GS-14, \$18,531 to \$24,093.....	35	41	45
GS-13, \$15,812 to \$20,555.....	38	38	45
GS-12, \$13,389 to \$17,403.....	42	44	46
GS-11, \$11,233 to \$14,599.....	41	45	50
GS-10, \$10,252 to \$13,330.....	8	7	7
GS-9, \$9,320 to \$12,119.....	41	44	45
GS-8, \$8,449 to \$10,987.....	12	12	13
GS-7, \$7,639 to \$9,934.....	61	67	67
GS-6, \$6,882 to \$8,943.....	30	29	34
GS-5, \$6,176 to \$8,030.....	81	82	90
GS-4, \$5,522 to \$7,178.....	71	70	71
GS-3, \$4,917 to \$6,393.....	90	83	83
GS-2, \$4,360 to \$5,665.....	13	19	19
GS-1, \$3,889 to \$5,057.....	1	1	1
Ungraded.....	158	155	155
Total permanent positions.....	785	803	841
Unfilled positions, June 30.....	-92	-92	-91
Total permanent employment, end of year.....	693	711	750
<b>HIGHER LEVEL POSITIONS</b>			
Executive level I, \$60,000:			
Secretary of Agriculture.....	1	1	1
Executive level III, \$40,000:			
Under secretary of Agriculture.....	1	1	1
Executive level IV, \$38,000:			
Assistant secretary of Agriculture.....	3	3	3
Executive level V, \$36,000:			
Assistant secretary for administration.....	1	1	1
Director of agricultural economics.....	1	1	1
Director, science and education.....	1	1	1
GS-18, \$33,495:			
Deputy under secretary.....	1	1	1
Executive assistant, chief of staff.....	1	1	1
GS-17, \$28,976 to \$32,840:			
Assistant to the secretary.....	2	2	2
Deputy assistant secretary.....	1	3	3
Director of finance and budget officer.....	1	1	1
Director, management improvement.....	1	1	1
Director of personnel.....	1	1	1
Director, planning, evaluation, and programing staff.....	1	1	1
Director of plant and operations.....	1	1	1
Judicial officer.....	1	1	1
GS-16, \$25,044 to \$31,724:			
Assistant to the secretary.....	1	2	2
Deputy assistant secretary.....	2	1	1
Deputy director, budget and finance.....	1	1	1
Deputy director, management improvement.....	1	1	1
Deputy director of personnel.....	1	1	1
Deputy director, planning, evaluation, and programing staff.....	1	1	1
Deputy director of plant and operations.....	1	1	1
Hearing examiner.....	5	5	5



FOREST SERVICE				1969	1970	1971				
CONSOLIDATED SCHEDULE OF PERMANENT POSITIONS PAID FROM FUNDS AVAILABLE TO THE FOREST SERVICE				actual	est.	est.				
GRADES AND RANGES										
Executive level V, \$36,000.....	1	1	1							
GS-18, \$33,495.....	3	3	3							
GS-17, \$28,976 to \$32,840.....	6	6	6							
GS-16, \$25,044 to \$31,724.....	30	30	30							
GS-15, \$21,589 to \$28,069.....	112	152	194							
GS-14, \$18,531 to \$24,093.....	363	421	452							
GS-13, \$15,812 to \$20,555.....	1,009	1,045	1,040							
GS-12, \$13,389 to \$17,403.....	2,080	2,133	2,204							
GS-11, \$11,233 to \$14,599.....	3,118	3,154	3,259							
GS-10, \$10,252 to \$13,330.....	53	54	57							
GS-9, \$9,320 to \$12,119.....	3,717	3,603	3,721							
GS-8, \$8,449 to \$10,987.....	50	54	57							
GS-7, \$7,639 to \$9,934.....	4,057	3,983	4,116							
GS-6, \$6,882 to \$8,943.....	560	557	575							
GS-5, \$6,176 to \$8,030.....	2,973	2,861	2,956							
GS-4, \$5,522 to \$7,178.....	2,559	2,484	2,566							
GS-3, \$4,917 to \$6,393.....	1,180	1,114	1,150							
GS-2, \$4,360 to \$5,665.....	147	141	146							
GS-1, \$3,889 to \$5,057.....	15	14	14							
GRADES AND RANGES—con.										
Grades established by act of June 20, 1958 (72 Stat. 213) and act of Sept. 23, 1959 (73 Stat. 651):										
\$30,908.....				1	1	1				
\$30,054.....				2	2	2				
\$27,549.....				1	1	1				
Public administration adviser grades established by the Administrator, Agency for International Development:										
FC-3, \$19,704 to \$25,617.....				1	1	1				
FC-4, \$15,812 to \$20,555.....				1	3	3				
FC-5, \$12,848 to \$16,700.....				2						
FC-6, \$10,608 to \$13,794.....					1	1				
FC-7, \$9,517 to \$12,370.....				1						
Ungraded.....				1,722	1,702	1,763				
Total permanent positions.....				23,764	23,521	24,319				
Unfilled positions, June 30.....				-2,236	-3,246	-2,028				
Total permanent employment, end of year.....				21,528	20,275	22,291				
HIGHER LEVEL POSITIONS										
Executive level V, \$36,000:										
Chief.....				1	1	1				
GS-18, \$33,495:										
Associate chief.....				1	1	1				
Deputy chief.....				2	2	2				
GS-17, \$28,976 to \$32,840:										
Associate deputy chief.....				3	3	3				
Deputy chief.....				3	3	3				
GS-16, \$25,044 to \$31,724:										
Associate deputy chief.....				2	2	2				
Director, forest experiment station.....				8	8	8				
Director, State and private forestry area.....				2	2	2				
Division director.....				9	9	9				
Regional forester.....				8	8	8				
Research forester.....				1	1	1				
Grades established by act of June 20, 1958 (72 Stat. 213) and act of Sept. 23, 1959 (73 Stat. 651):										
\$30,908:										
Director, forest products laboratory.....				1	1	1				
\$30,054:										
Physical chemist.....				1	1	1				
Research forester.....				1	1	1				
\$27,549:										
Forest products technologist.....				1	1	1				

Table E-1. NEW COMMITMENTS FOR FEDERAL CREDIT PROGRAMS  
CLASSIFIED BY TYPE OF ASSISTANCE AND ACCOUNT (in millions of dollars)

Agency or program	1969 actual		1970 estimate		1971 estimate	
	Direct loans	Guaranteed and insured loans	Direct loans	Guaranteed and insured loans	Direct loans	Guaranteed and insured loans
<b>EXPENDITURE ACCOUNT</b>						
Funds appropriated to the President:						
Military assistance.....	226	55	250	100	235	150
Economic assistance <sup>1</sup> .....	723	216	859	295	1,161	535
Agriculture:						
Commodity Credit Corporation.....	2,647	666	3,057	-----	2,715	-----
Health, Education, and Welfare.....	225	-----	189	-----	164	-----
Other programs.....	15	-----	32	-----	36	-----
Total, expenditure account.....	3,837	937	4,387	395	4,311	685
<b>LOAN ACCOUNT</b>						
Funds appropriated to the President:						
Office of Economic Opportunity.....	13	-----	19	-----	14	-----
Agriculture:						
Commodity Credit Corporation.....	221	-----	223	-----	212	-----
Rural Electrification Administration.....	470	-----	470	-----	470	-----
Farmers Home Administration.....	489	895	433	1,136	415	1,779
Commerce:						
Economic Development Administration.....	76	10	71	14	94	24
Maritime Administration.....	1	142	-----	200	-----	300
Health, Education, and Welfare.....	14	687	23	794	35	1,125
Housing and Urban Development:						
Renewal and Housing Assistance.....	681	1,987	718	2,817	636	3,209
Metropolitan Development.....	45	-----	42	150	42	250
Federal Housing Administration.....	355	14,429	193	16,742	188	21,063
Government National Mortgage Association.....	2,557	-----	1,516	500	851	1,000
Federal National Mortgage Association.....	782	-----	-----	-----	-----	-----
Interior.....	14	4	17	6	17	6
General Services Administration.....	28	-----	45	-----	52	-----
Veterans Administration:						
Housing loans and guarantees.....	359	4,017	441	4,200	455	5,300
Insurance policy loans.....	150	-----	158	-----	153	-----
District of Columbia.....	110	-----	150	-----	190	115
Export-Import Bank.....	1,298	1,723	3,200	2,606	3,850	3,389
Farm Credit Administration:						
Banks for cooperatives.....	1,059	-----	-----	-----	-----	-----
Federal intermediate credit banks.....	2,872	-----	-----	-----	-----	-----
Federal Home Loan Bank Board.....	38	*	519	-----	19	-----
Small Business Administration.....	248	470	532	668	357	825
Other agencies or programs.....	87	2	113	5	71	2
Obligations of federally sponsored enterprises.....	132	-----	-----	-----	-----	-----
Total, loan account.....	12,099	24,366	8,883	29,838	8,122	38,388
Grand total.....	15,936	25,303	13,280	30,233	12,432	39,073

\*Less than \$500 thousand.

<sup>1</sup>Including in 1971 the Overseas Private Investment Corporation.



**Table E-2. DISBURSEMENTS AND REPAYMENTS FOR FEDERAL CREDIT PROGRAMS CLASSIFIED BY TYPE OF ACCOUNT (in millions of dollars)**

Agency or program	1969 actual		1970 estimate		1971 estimate	
	Disbursements	Repayments	Disbursements	Repayments	Disbursements	Repayments
<b>EXPENDITURE ACCOUNT</b>						
Funds appropriated to the President:						
Military assistance.....	77	19	139	68	262	59
Economic assistance.....	957	139	923	116	881	137
Agriculture:						
Commodity Credit Corporation.....	2,620	1,801	3,106	3,163	2,632	2,664
Health, Education and Welfare.....	201	1	160	*	135	1
Treasury Department.....	55	46		121		148
Other programs.....	9	12	29	12	39	14
Total, expenditure account.....	3,919	2,018	4,357	3,481	3,948	3,023
<b>LOAN ACCOUNT</b>						
Funds appropriated to the President:						
Office of Economic Opportunity.....	9	12	16	12	11	14
Agriculture:						
Commodity Credit Corporation.....	221	137	223	194	212	220
Rural Electrification Administration.....	402	172	505	157	492	167
Farmers Home Administration.....	1,765	1,444	2,413	2,140	2,580	3,439
Commerce:						
Economic Development Administration.....	50	8	99	10	62	12
Maritime Administration.....	1	8		9		7
Health, Education, and Welfare.....	100	5	101	6	137	8
Housing and Urban Development:						
Renewal and Housing Assistance.....	842	618	1,247	1,035	1,050	884
Metropolitan Development.....	48	4	44	5	40	6
Federal Housing Administration.....	297	277	125	130	129	71
Government National Mortgage Association.....	2,439	1,883	662	256	698	344
Federal National Mortgage Association.....	249	72				
Interior.....	17	5	17	5	16	5
General Services Administration.....	28	23	45	18	52	32
Veterans Administration:						
Housing loans and guarantees.....	327	138	396	199	388	664
Insurance policy loans.....	150	86	158	87	153	88
District of Columbia.....	108	43	149	46	190	44
Export-Import Bank.....	1,668	1,303	2,136	1,418	1,903	1,592
Farm Credit Administration:						
Banks for cooperatives.....	1,059	934				
Federal intermediate credit banks.....	2,872	3,158				
Federal Home Loan Bank Board.....	36	15	519	524	19	24
Small Business Administration.....	208	225	458	255	352	257
Other agencies or programs.....	88	12	174	76	115	42
Obligations of federally sponsored enterprises.....	132	1,058		5		
Total, loan account.....	13,117	11,640	9,489	6,589	8,604	7,921
Grand total.....	17,036	13,659	13,846	10,070	12,552	10,944
Repurchases and sales of financial assets included in above totals:						
Agriculture:						
Commodity Credit Corporation, net.....		667				
Farmers Home Administration.....	405	958	830	1,598	407	2,914
Housing and Urban Development.....		*		50		100
Veterans Administration.....		1		61		526
Export-Import Bank.....		378	350	384		500
Total.....	405	2,005	1,180	2,093	407	4,040

\*Less than \$500 thousand.

Table E-3. OUTSTANDING DIRECT LOANS, AND GUARANTEED AND INSURED LOANS FOR FEDERAL CREDIT PROGRAMS CLASSIFIED BY TYPE OF ACCOUNT (in millions of dollars)

Agency or program	1969 actual		1970 estimate		1971 estimate	
	Direct loans	Guaranteed and insured loans	Direct loans	Guaranteed and insured loans	Direct loans	Guaranteed and insured loans
<b>EXPENDITURE ACCOUNT</b>						
Funds appropriated to the President:						
Military assistance.....	77	366	147	457	349	482
Economic assistance <sup>1</sup> .....	7,837	389	8,644	755	9,387	1,268
Agriculture: Commodity Credit Corporation.....	3,046	1,590	4,579	-----	4,547	-----
Health, Education, and Welfare.....	1,326	-----	1,486	-----	1,621	-----
Treasury Department.....	4,829	-----	4,708	-----	4,560	-----
Other programs.....	245	-----	262	-----	286	-----
Total, expenditure account.....	17,360	2,345	19,826	1,212	20,751	1,750
<b>LOAN ACCOUNT</b>						
Funds appropriated to the President:						
Office of Economic Opportunity.....	85	-----	89	-----	87	-----
Agriculture:						
Commodity Credit Corporation.....	458	-----	487	-----	479	-----
Rural Electrification Administration.....	5,026	-----	5,375	-----	5,700	-----
Farmers Home Administration.....	2,694	2,679	2,970	3,266	2,112	5,523
Commerce:						
Economic Development Administration.....	286	25	375	39	428	63
Maritime Administration.....	82	622	73	644	66	775
Health, Education, and Welfare.....	360	1,394	455	2,106	584	2,902
Housing and Urban Development:						
Renewal and Housing Assistance.....	3,446	9,806	3,658	11,220	3,824	13,103
Metropolitan development.....	367	-----	406	40	440	95
Federal Housing Administration.....	708	63,001	703	68,203	762	76,080
Government National Mortgage Association.....	4,256	-----	4,661	500	5,015	1,500
Interior.....	195	18	207	21	218	24
General Services Administration.....	172	49	199	49	219	49
Veterans Administration:						
Housing loans and guarantees.....	2,650	34,927	2,848	35,057	2,571	36,945
Insurance policy loans.....	868	-----	938	-----	1,003	-----
District of Columbia.....	266	20	370	20	516	135
Export-Import Bank.....	5,421	2,039	6,139	3,218	6,450	4,519
Federal Home Loan Bank Board.....	166	*	161	-----	155	-----
Small Business Administration.....	1,531	603	1,734	969	1,829	1,450
Other agencies or programs.....	451	176	547	161	619	144
Obligations of Federally-sponsored enterprises.....	5	-----	-----	-----	-----	-----
Total, loan account.....	29,496	115,358	32,395	125,513	33,078	143,306
Grand total.....	46,856	117,703	52,221	126,725	53,829	145,056

\*Less than \$500 thousand.

<sup>1</sup> Including, in 1971, the Overseas Private Investment Corporation.



## SPECIAL ANALYSIS H

### CIVILIAN EMPLOYMENT IN THE EXECUTIVE BRANCH

In July 1969, statutory controls on the hiring of Federal civilian employees were replaced by more flexible administrative controls. Under these administrative controls, full-time permanent employment at the end of fiscal year 1970 will be 90,700 less than that planned by the outgoing administration in the original 1970 budget.

It is planned that Government-wide full-time permanent employment will not increase in fiscal year 1971. Increases in 1971 to accommodate new programs and an expanding Federal workload for a growing population will be offset by decreases in employment in the Defense Department and by selective reductions in a number of agencies made possible by changing program emphases and improved efficiency and productivity.

The estimates in this analysis for both full-time permanent and total employment reflect continued vigilance over employment levels and sustained efforts by agency managers to absorb workload increases through productivity improvements and modern management techniques.

#### FULL-TIME PERMANENT CIVILIAN EMPLOYMENT

In fiscal year 1969, reductions in Federal employment were required by section 201 of the Revenue and Expenditure Control Act of 1968. Because section 201 imposed a formula for the reduction of employment with little regard for the growing Federal workload, the administration sought, and the Congress agreed, to rescind that section of the act effective in July 1969. The formula that had been imposed by the law resulted in a reduction of 57,177 in the full-time permanent Federal civilian employment covered by the act. This was partially offset by increases in agencies which Congress had exempted from the law. There was a net reduction in full-time permanent employment of 36,350. Full-time permanent employment on June 30, 1969, was 2,633,762.

The level of full-time permanent civilian employment in the executive branch anticipated for June 30, 1970, is 2,602,800, or 42,900 fewer than the 2,645,700 announced on April 15, 1969, and 90,700 fewer than estimated in January 1969. Reductions have been applied selectively to various agencies taking account of workload, productivity, and other related factors. The bulk of the decrease falls in the Department of Defense. Other agencies with major overseas employment will bear a share of the cutback. The overall reduction will be attained even with the provision for a substantially increased personnel contingency allowance, which is designed to give the President greater flexibility in reallocating personnel resources than was possible under the employment limitations of the Revenue and Expenditure Control Act of 1968.

Full-time permanent civilian employment is estimated to reach 2,597,200 by the end of fiscal year 1971. About 43% of these employees will work in the Department of Defense, another 23% in the Post Office, and about 6% in the Veterans Administration. These three agencies account for about 72% of all permanent full-time employment in the executive branch.

Table H-1 displays the estimated changes in yearend civilian full-time permanent employment between fiscal years 1970 and 1971. The total anticipated increase in the civilian agencies of about 45,200 and in the contingency allowance of 5,000 is offset by a reduction of approximately 55,800 in the Department of Defense resulting in a Government-wide decrease of 5,600.

Table H-1. SUMMARY OF FULL-TIME PERMANENT EMPLOYMENT IN THE EXECUTIVE BRANCH

Agency	As of June			Change 1970-71
	1969 actual	1970 <sup>1</sup> estimate	1971 <sup>1</sup> estimate	
Department of Defense, Military and Military Assistance.....	1,225,877	1,165,900	1,110,100	-55,800
Post Office Department.....	562,381	567,000	585,000	18,000
Subtotal.....	1,788,258	1,732,900	1,695,100	-37,800
Department of Agriculture.....	83,425	83,000	85,300	2,300
Department of Commerce.....	25,364	25,600	26,700	1,100
Department of Defense, Civil.....	31,214	30,700	31,000	300
Department of Health, Education, and Welfare.....	102,941	102,500	105,100	2,600
Department of Housing and Urban Development.....	14,307	14,900	16,000	1,100
Department of the Interior.....	58,156	59,300	61,100	1,800
Department of Justice.....	35,106	37,600	39,100	1,500
Department of Labor.....	9,723	10,300	10,800	500
Department of State.....	24,658	23,900	23,400	-500
Department of Transportation.....	60,386	63,600	70,300	6,700
Treasury Department.....	79,982	86,700	93,500	6,800
Atomic Energy Commission.....	7,047	7,000	6,900	-100
General Services Administration.....	36,176	36,400	36,800	400
National Aeronautics and Space Administration.....	31,733	31,400	30,600	-800
Veterans Administration.....	147,606	148,500	150,200	1,700
Other agencies:				
Agency for International Development.....	15,753	15,000	14,400	-600
Civil Service Commission.....	4,970	5,300	5,500	200
Office of Economic Opportunity.....	2,856	2,400	2,500	100
Selective Service System.....	6,584	6,600	6,500	-100
Small Business Administration.....	4,099	4,100	4,100	-----
Tennessee Valley Authority.....	11,987	12,300	13,300	1,000
The Panama Canal.....	14,731	14,700	14,900	200
United States Information Agency.....	10,500	10,200	10,100	-100
Miscellaneous Agencies.....	26,200	27,800	28,900	1,100
Subtotal.....	845,504	859,900	887,100	27,200
Allowance for contingencies.....	-----	10,000	15,000	5,000
Total.....	2,633,762	2,602,800	2,597,200	-5,600

<sup>1</sup> Excludes disadvantaged worker-trainees in the Public Service Careers program.

Note: Totals may not add due to rounding.



The employment increase in the civilian agencies for 1971 is required to provide more public services for an expanding population and a growing economy. Ten agencies account for the bulk of the necessary employment increases:

(1) The Post Office Department, up 18,000, to service an increase in mail volume and a substantial rise in the number of delivery stops caused mainly by more patrons in suburban areas.

(2) The Treasury Department, up 6,800, mainly for rising workloads in Internal Revenue Service operations related to the processing of tax returns filed and audited.

(3) The Department of Justice, up 1,500, primarily for increased Federal law enforcement activities and for an expected 11 million additional inspections by the Immigration and Naturalization Service.

(4) The Department of Transportation, up 6,700, principally in the Federal Aviation Administration to operate new facilities and to service an increase in landings and takeoffs at airports with FAA control towers.

(5) The Department of Housing and Urban Development, up 1,100, primarily in the Federal Housing Administration to process a large increase in mortgage insurance applications and for increased workload in the Fair Housing and Equal Opportunity program.

(6) The Veterans Administration, up 1,700, to extend specialized medical services, such as units for intensive coronary care and alcoholic treatment, and to provide better medical care for an increasing caseload.

(7) The Department of Health, Education, and Welfare, up 2,600, primarily to handle the increased workload of the Social Security Administration in such areas as processing claims, maintaining earnings records and changing beneficiary status.

(8) The Department of Agriculture, up 2,300, largely to service an increase in the rural housing loan program for low and moderate income families, for increases in food assistance, meat and poultry inspection programs, and for facilitating increased timber sales.

(9) The Department of Commerce, up 1,100, for a variety of increased services including more export and travel promotions, improved weather forecasting and the establishment of new air quality control units.

(10) The Department of the Interior, up 1,800, mainly to expand coal mine health and safety inspections, to increase educational services for American Indians and to speed up the issuance of construction grants for local waste treatment plants.

Offsetting these increases, employment has been reduced in defense, space, and overseas programs. Most of the employment decreases occur in four agencies:

(1) The Department of Defense, down 55,800, due to declining manpower requirements.

(2) The National Aeronautics and Space Administration, down 800, reflecting the closing of the Electronic Research Center and the slowing pace of the space program.

(3) The State Department, down 500, as the Department seeks to accomplish its work with fewer staff.

(4) Agency for International Development, down 600, due to a generally reduced level of activity.

## TOTAL FEDERAL PERSONNEL

Approximately 89% of total Federal civilian employment is made up of full-time permanent employees. The remainder consists of part-time employees, intermittent employees (those employed on an irregular or occasional basis) and full-time temporary employees (those in positions occupied for less than a year).

Total Federal Government employment also includes Armed Services personnel and employment in the legislative and judicial branches. These figures are given in table H-2.

Table H-2. TOTAL FEDERAL GOVERNMENT EMPLOYMENT

Description	1969 actual	1970 estimate	1971 estimate
Civilian employment in the executive branch:			
Full-time permanent <sup>1</sup> .....	2,633,762	2,602,800	2,597,200
Other than full-time permanent <sup>2</sup> .....	346,368	322,000	322,000
Armed Services personnel on active duty:			
Department of Defense .....	3,459,423	3,160,700	2,908,100
Department of Transportation (Coast Guard) .....	39,304	38,300	38,700
Subtotal .....	6,478,857	6,123,800	5,866,000
Legislative and judicial personnel .....	36,285		
Total .....	6,515,142		

<sup>1</sup> Excludes Public Service Careers disadvantaged worker-trainees in 1970 and 1971.

<sup>2</sup> Excludes summer workers under the President's Youth Opportunity Campaign; merchant seamen on vessels under Federal shipping contracts; employees for the 19th decennial census; disadvantaged students employed part time in 1970 and 1971.

## PERSONNEL COMPENSATION AND BENEFITS

Selected data on the total Federal payroll and related costs are shown in table H-3.

Table H-3. PERSONNEL COMPENSATION AND BENEFITS (in millions of dollars)

Description	1969 actual	1970 estimate <sup>1</sup>	1971 estimate <sup>1</sup>
Total civilian personnel costs: <sup>2</sup>			
Direct compensation .....	24,663	26,700	26,700
Personnel benefits .....	2,013	2,200	2,300
Total .....	26,676	28,900	29,000
Total armed forces personnel costs: <sup>3</sup>			
Direct compensation .....	14,519	15,700	14,700
Personnel benefits .....	4,338	4,400	4,200
Total .....	18,857	20,100	18,900

<sup>1</sup> Excludes budget allowance of \$0.2 billion for the postal pay adjustment part of the proposed postal reform for 1970 and \$1.4 billion for military and civilian pay increases for 1971.

<sup>2</sup> Excludes Members and officers of Congress.

<sup>3</sup> Excludes Reserve components.



Direct compensation includes regular pay; special pay for overtime, Sunday, holiday, and standby time; differentials for night work and overseas duty, flight and hazardous duty, etc. Related personnel benefits include the Government's share of Federal retirement and old-age survivors' and disability insurance costs; employees' life insurance, health insurance and benefits, and similar payments; they also include cost-of-living and quarters allowances, uniform allowances (when paid in cash) and, in the case of the military personnel, allowances for subsistence, reenlistment bonuses, and certain other cash payments.

The obligations to be incurred for civilian personnel compensation and benefits in 1971 are estimated at \$29 billion.

Some of the personnel compensation is offset by proprietary receipts and compensation of others is paid from public enterprise funds (such as the Post Office). The cost of these employees, included in table H-3, amounts to over \$7.5 billion in 1971.

Government pay scales for "blue collar" workers have for many years been subject to administrative adjustment to correspond to local prevailing rates in private industry. As wages in private industry advanced, Federal compensation for such workers also increased.

Pay for most other Federal workers has been set by statute. In December 1967, the Congress enacted pay legislation which authorized the President, without additional congressional approval, to set salary rates consistent with the standards set forth in the 1962 Salary Reform Act. The third and final step under the 1967 act was accomplished when Federal pay rates were adjusted in July 1969 to achieve comparability with 1968 private industry salary levels.

In order to make Federal salaries comparable to 1969 private enterprise rates, an average civilian and military pay increase of 5.75% is proposed effective in January 1971. An overall allowance of \$1.4 billion is carried in the budget to cover this increase for 1971. This figure includes the 1971 cost for adjustments in postal field service pay accompanying postal reform.

#### GEOGRAPHICAL DISTRIBUTION OF EMPLOYMENT

The geographical distribution of Federal civilian employment is given in table H-4. Most Federal employees—over 81%—work in the various States. Less than 11% work in the Washington, D.C., metropolitan area (including nearby Maryland and Virginia). The remaining 8% are in foreign countries and in U.S. territories and possessions. Most of the employees in foreign countries are nationals of the countries in which they work.

Table H-4. FEDERAL CIVILIAN EMPLOYMENT BY GEOGRAPHICAL LOCATION (as of June 1969)

Location	Total employment <sup>1</sup>	Location	Total employment <sup>1</sup>
Washington, D.C., metropolitan area	<sup>2</sup> 328,077	Oregon	24,936
Alabama	58,092	Pennsylvania	149,183
Alaska	15,350	Rhode Island	16,143
Arizona	27,644	South Carolina	31,314
Arkansas	17,494	South Dakota	9,979
California	326,338	Tennessee	42,686
Colorado	44,143	Texas	153,409
Connecticut	20,065	Utah	41,247
Delaware	4,712	Vermont	3,811
Florida	72,488	Virginia	<sup>3</sup> 84,041
Georgia	79,655	Washington	58,100
Hawaii	29,213	West Virginia	13,706
Idaho	8,428	Wisconsin	26,701
Illinois	118,339	Wyoming	5,414
Indiana	44,931	Undistributed	<sup>4</sup> -5,825
Iowa	18,588	Summer youth	-54,174
Kansas	23,988	Total United States	2,772,081
Kentucky	38,647	Outside United States:	
Louisiana	29,869	Territories and possessions	37,574
Maine	8,624	Foreign countries	206,760
Maryland	<sup>3</sup> 68,450	Total outside United States	244,334
Massachusetts	68,048	U.S. citizens	(58,477)
Michigan	55,275	Foreign nationals	<sup>5</sup> (185,857)
Minnesota	29,914	Total employment	3,016,415
Mississippi	21,194	Legislative and judicial	-36,285
Missouri	68,620	Total executive branch	2,980,130
Montana	10,878	Distributed as follows:	
Nebraska	16,296	Full-time permanent	(2,633,762)
Nevada	9,027	Temporary, part time, and intermittent	(346,368)
New Hampshire	13,495		
New Jersey	70,460		
New Mexico	26,974		
New York	187,767		
North Carolina	38,874		
North Dakota	7,942		
Ohio	105,793		
Oklahoma	57,718		

<sup>1</sup> Distribution by State is partially estimated.<sup>2</sup> Includes employees of the executive branch and of the legislative and judicial branches.<sup>3</sup> Excludes employment within the Washington, D.C., metropolitan area, which includes the District of Columbia and the adjacent counties and cities in Maryland and Virginia.<sup>4</sup> Merchant seamen on vessels under Federal shipping contracts.<sup>5</sup> Excludes 114,658 foreign nationals provided to the Department of Defense under contract agreements, or other arrangements with foreign governments which provide for the furnishing of personal services.



## TRENDS IN WORKLOAD

An increasing population and a steadily expanding economy create an unavoidable increase in the volume of work under certain government programs. While defense and space programs have been reduced, domestic programs are increasing in 1971; for example:

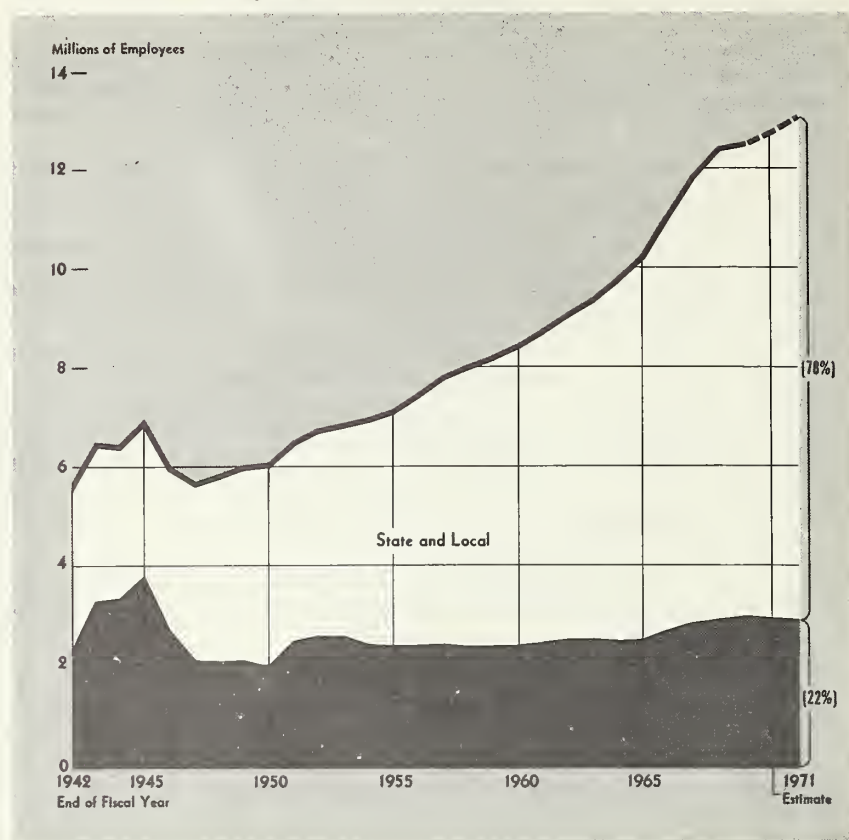
- Participants in the food stamp program will rise by 38%.
- Establishments with Federal meat inspectors will increase by 58% while the volume of poultry inspected will rise by 5%.
- The number of persons served by the Federal Medicaid programs will increase by 10%.
- There will be a 10% increase in participants in manpower training programs for unemployed and underemployed workers.
- There will be a 6% increase in workload of the Social Security Administration in such areas as processing claims, maintaining earnings records, and changing beneficiary status.
- Mail volume will increase 2.4% and there will be a substantial rise in the number of delivery stops.
- Tax return processing under the Tax Reform Act of 1969 will increase in complexity and there will be an 11% increase in tax returns audited.
- FBI investigations are expected to increase by 5,000.
- Family planning assistance will reach 2.25 million women in 1971, an increase of 42%.
- Landings and takeoffs at airports with FAA towers will increase by over 5%.
- The number of persons arriving in this country will increase by 5.4% and cargo entries will increase by 7%.
- There will be 11 million additional inspections by the Immigration and Naturalization Service.

These are a few of the many workload increases expected in 1971. The growth in related manpower needs is kept to a minimum by requiring steadily greater productivity.

## POPULATION AND GOVERNMENT EMPLOYMENT COMPARISONS

The following chart shows the total Government Civilian Employment and the ratio of Federal to State and local civilian employment. For the past 20 years the proportion of Federal to total employment in all governmental units has been declining and is estimated to be at 22% in 1971.

## Government Civilian Employment



A historical comparison of total Federal civilian employment in the executive branch (including temporary and part-time employment) with employment by State and local governments and U.S. population for 1942-71 is shown in table H-5.

The ratio of Federal civilian employment to population has been decreasing since 1968 and is estimated to be 14 per thousand in 1971.



Table H-5. GOVERNMENT EMPLOYMENT AND POPULATION, 1942-71

Fiscal year	Government employment				Population	
	Federal executive branch <sup>1</sup> (thousands)	State and local governments (thousands)	All governmental units (thousands)	Federal as percent of all governmental units	Total United States (thousands)	Federal employment per 1,000 population
1942.....	2,272	3,310	5,582	40.7	135,361	16.8
1943.....	3,274	3,184	6,458	50.7	137,250	23.9
1944.....	3,304	3,092	6,396	51.7	138,916	23.8
1945.....	3,787	3,104	6,891	55.0	140,468	27.0
1946.....	2,666	3,305	5,971	44.6	141,936	18.8
1947.....	2,082	3,568	5,650	36.8	144,698	14.4
1948.....	2,044	3,776	5,820	35.1	147,208	13.9
1949.....	2,075	3,906	5,981	34.7	149,767	13.9
1950.....	1,934	4,078	6,012	32.2	152,271	12.7
1951.....	2,456	4,031	6,487	37.9	154,878	15.9
1952.....	2,574	4,134	6,708	38.4	157,553	16.3
1953.....	2,532	4,282	6,814	37.2	160,184	15.8
1954.....	2,382	4,552	6,934	34.4	163,026	14.6
1955.....	2,371	4,728	7,099	33.4	165,931	14.3
1956.....	2,372	5,064	7,436	31.9	168,903	14.0
1957.....	2,391	5,380	7,771	30.8	171,984	13.9
1958.....	2,355	5,630	7,985	29.5	174,882	13.5
1959.....	2,355	5,806	8,161	28.9	177,830	13.2
1960.....	<sup>2</sup> 2,371	6,073	8,444	28.1	180,684	13.1
1961.....	2,407	6,295	8,702	27.7	183,756	13.1
1962.....	2,485	6,533	9,018	27.6	186,656	13.3
1963.....	<sup>3</sup> 2,490	6,834	9,324	26.7	189,417	13.1
1964.....	<sup>3</sup> 2,469	7,236	9,705	25.4	192,120	12.9
1965.....	2,496	7,700	10,196	24.5	194,592	12.8
1966.....	2,664	8,320	10,984	24.3	196,920	13.5
1967.....	2,877	8,898	11,775	24.4	199,118	14.4
1968.....	2,951	9,437	12,388	23.8	201,166	14.7
1969.....	<sup>4</sup> <sup>5</sup> 2,980	9,516	12,496	23.8	203,635	14.6
1970 (estimate).....	<sup>5</sup> 2,925	<sup>(6)</sup>	-----	23.0	-----	14.2
1971 (estimate).....	<sup>5</sup> 2,919	<sup>(6)</sup>	-----	22.4	-----	14.0

<sup>1</sup> Covers total end-of-year employment in full-time permanent, temporary, part-time, and intermittent positions except for summer workers under the President's Youth Opportunity Campaign; merchant seamen on vessels under Federal shipping contracts; and beginning in 1970, excludes Public Service Careers program disadvantaged worker-trainees and disadvantaged students employed part time.

<sup>2</sup> Includes piece-rate census workers employed for the decennial census.

<sup>3</sup> Excludes 7,411 project employees in 1963 and 406 project employees in 1964 for the public works acceleration program.

<sup>4</sup> On January 1, 1969, 42,000 civilian technicians of the Army and Air Force National Guard converted by law from State to Federal employment status. They are included in the Federal employment figures in this table after and including 1969.

<sup>5</sup> Excludes temporary, part-time, and intermittent employees for the 19th decennial census: 883 in 1969, 134,400 in 1970, 3,000 in 1971.

<sup>6</sup> An official projection of State and local government employment for 1970 and 1971 is not available. The percentages shown for these years are consistent with a range of reasonable estimates based on recent trends in population and State and local government activity.

## **SPECIAL ANALYSIS R**

### **SELECTED AGENCY BUDGETS BY PROGRAM CATEGORIES**

In this analysis Federal financial data are displayed in terms of the program structures of selected agencies for the three years covered by the budget. Program structures are developed to reflect the major objectives and outputs of agency expenditures and are intended for use primarily in program evaluation and planning. This is in contrast to appropriation structures, which reflect objects of expenditure, such as personnel pay and construction and are useful for the control function of budgeting. Twenty agencies are included in this analysis; they account for \$201.3 billion, 93% of the recommended budget authority for 1971.

Budget authority shown in this way reveals the relative magnitudes of effort being devoted to each objective as well as information on the changes in the level of effort over time. The tables, however, make no claim to show how efficiently or effectively various objectives are being achieved. Comments accompanying the tables are designed to draw attention to the most significant aspects of the tables, to give some additional explanation of the program objectives, and to interpret changes over time in the most significant program categories.

Because the program structure is by agency and not government-wide, caution should be used in making interagency comparisons. Similar wording in titles in two or more agencies may relate to different objectives. Also, the classification may or may not conform either to the organizational or appropriation structures of an agency. In several cases, the amounts shown by program category and subcategory are derived by distribution of appropriation totals, and statistical allocations have been used where necessary to distribute appropriations to the agency program structure. Further subdivision of the program structure into program elements is available, but was not included because of the length and detail of the agency program structure.

Improvements are being made in agency program structures. These changes offer prospects for better identification of major agency objectives, greater flexibility in displaying program data by multiple objectives, elimination of unnecessary detail or fragmentation of operating program data, and further development of a government-wide program structure into which agency structures could fit. In addition, efforts are being directed toward relating financial data to pertinent output, benefit, beneficiary, and social impact data. These efforts should add to the usefulness of program structures in program planning and policy analysis in the years ahead.

#### **DEPARTMENT OF AGRICULTURE**

The program structure consists of 15 categories and comprehensively reflects the major objectives of the Department of Agriculture.



These objectives can be conveniently grouped into seven departmental goals: (1) enhance farm incomes, (2) improve agricultural production and marketing, (3) expand exports of agricultural commodities, (4) reduce and eventually eliminate hunger and malnutrition, (5) assure the wholesomeness of meat and poultry and protect the public from harmful pesticides and other hazards, (6) enhance rural development, and (7) manage public timber resources effectively.

Major changes in program levels for 1971 include: a rapid expansion in Food and nutrition to implement the President's new Food Stamp program and extend food assistance to needy families in all areas of the country on a full-year basis; nearly doubling the housing loan program through insured and guaranteed loans to help meet the rural share of the national housing goals; selective increases in programs to promote the economic and social development of rural areas, placing greater reliance on States and local community leadership; and reductions in programs contributing to excess agricultural production capacity.

Table R-1. PROGRAM DISTRIBUTION OF BUDGET AUTHORITY  
DEPARTMENT OF AGRICULTURE (in millions of dollars)

Program category	1969 actual	1970 estimate	1971 estimate
Farm income.....	6,176	4,673	4,184
Agricultural production capacity.....	595	620	407
Agricultural marketing and distribution system.....	133	145	144
Food for peace.....	301	921	933
Export market development.....	35	70	65
Foreign agricultural development.....	4	4	4
Food and nutrition.....	1,039	1,516	2,089
Health and safety.....	111	132	144
Youth development and family living.....	40	42	45
Community development services.....	28	31	53
Housing <sup>1</sup> .....	135	42	56
Public facility and business expansion.....	413	445	403
Resource protection and environmental improvement.....	225	240	225
Recreation, wildlife, and natural beauty.....	71	61	60
Timber.....	341	368	312
General administration.....	5	5	6
Program support.....	40	45	50
Total distributed to programs above.....	9,691	9,361	9,181
Deduction for offsetting receipts.....	-516	-564	-604
Total budget authority, Department of Agriculture.....	9,176	8,797	8,577

<sup>1</sup> Budget authority does not reflect program level.

#### DEPARTMENT OF COMMERCE

The Department of Commerce engages in a wide range of activities, which are directed toward assisting the economic development of the country.

The reduction in budget authority for Periodic data production results from the completion in 1970 of major elements of data collection for the decennial census. Activity will increase in 1971 on other smaller periodic censuses.

